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1	PRESENT:
2	EMPLOYEE REPRESENTATIVES:
3	FRANK L. MIGLIACCIO, JR., Acting Chairman,
4	WALTER JONES
5	THOMAS L. KAVICKY
6	EMMETT M. RUSSELL
7	EMPLOYER REPRESENTATIVES:
8	WILLIAM R. AHAL
9	SUSAN G. BILHORN
10	THOMAS R. SHANAHAN
11	DANIEL D. ZARLETTI
12	STATE REPRESENTATIVES:
13	KEVIN D. BEAUREGARD
14	STEVEN D. HAWKINS
15	PUBLIC REPRESENTATIVES:
16	THOMAS A. BRODERICK
17	JEWEL ELIZABETH ARIOTO
18	FEDERAL REPRESENTATIVE: MATT GILLEN
19	DESIGNATED FEDERAL OFFICIAL:
20	NOAH CONNELL
21	MICHAEL M.X. BUCHET (Alternate DFO)
22	

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1	ALSO	PRESENT:		
2		ROBERT BIERSNER, DOL Solicitor's Office		
3		VENETTA CHATMON		
4		CHARLES W. HIGDON		
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- 2 (8:35 a.m.)
- 3 ACTING CHAIRMAN MIGLIACCIO: Before we go
- 4 on, I want to reconfirm the dates for July. It is
- 5 the week of the 26th. That'll be our next meeting,
- 6 July, the week of July 26th. 27th will be the
- 7 travel day, 28th, 29th work groups, 30th, 31st full
- 8 day or full committee.
- 9 We've got a busy morning schedule here, so
- 10 we'll go ahead and get started. Our first speaker
- 11 coming on the stimulus package construction funding,
- 12 from McGraw Hill Construction, will be Randy
- 13 Sherwood.
- 14 STIMULUS PACKAGE CONSTRUCTION FUNDING
- MR. SHERWOOD: Good morning.
- ACTING CHAIRMAN MIGLIACCIO: Good morning.
- 17 MR. SHERWOOD: Good morning, everyone.
- 18 As introduced, my name is Rusty Sherwood. I'm Vice
- 19 President of McGraw-Hill Construction. Again, it's
- 20 a pleasure and a privilege to be with you all this
- 21 morning to share our observations on the stimulus
- 22 bill as it reflects specifically on U.S.

- 1 construction.
- 2 The agenda that we have -- and I realize
- 3 we have a brief 30 minutes, so we will keep it short
- 4 and to the point. Just a quick introduction on who
- 5 we are, McGraw-Hill Construction, and why we're in a
- 6 position to share our perspective on the impact of
- 7 stimulus on U.S. construction. We'll talk
- 8 specifically on stimulus. What we have attempted to
- 9 do is to distill down the entire content of the
- 10 stimulus bill specifically as it relates to
- 11 construction. So we'll share those observations
- 12 with you.
- 13 We will then overlay the anticipated
- 14 impact of stimulus on the 2009 and 2010 forecast for
- 15 construction activity in the United States, and then
- 16 wrap up with just access or understanding of some
- 17 additional resources out there to perhaps help the
- 18 panel as well as our guests find additional
- 19 information specific to the construction, the impact
- 20 of construction by stimulus.
- 21 We are a part of the McGraw-Hill
- 22 Companies, just for the sake of context. We are

- 1 part of the information and media services side of
- 2 the corporation. The common link, the common
- 3 thread, is providing essential information and
- 4 insight to our respective markets. Construction has
- 5 actually been in the U.S. marketplace for more than
- 6 a century and we presently serve approximately a
- 7 million customers around the globe, providing a
- 8 series of analytical data and publishing services to
- 9 guide the insight and intelligence of our
- 10 marketplace.
- 11 Why I think we're in a position to share
- 12 some of these insights with you this morning is the
- 13 fact that we do a unique approach to forecasting.
- 14 We've actually been doing forecasts for about 40
- 15 years now. We build our forecasts off of a
- 16 proprietary database. Unlike most forecasts that
- 17 work from a put-in-place database perspective, ours
- 18 comes from a starts database, from our own starts
- 19 data. It gives us a unique ability to forecast
- 20 potential opportunities before they actually start.
- 21 So enough on who we are, but hopefully
- 22 that gives you a little understanding of who we are

- 1 and why we're in a position to share this.
- 2 So stimulus, the big picture. Certainly
- 3 this is a chart or a series of charts none of us
- 4 like to look at, but it's the reality of our
- 5 situation. We can see the impact on unemployment
- 6 based upon this recession, and certainly the impact
- 7 on our GDP. Clearly, this administration believes
- 8 that there is three parts to the recovery. We're
- 9 going to speak on one of the three legs this
- 10 morning, the stimulus bill. But I will make it very
- 11 clear that as we project out what we believe is the
- 12 potentials for construction activity over the next
- 13 couple of years, much of it depends upon all three
- 14 parts of the recovery plan coming together.
- So while we certainly see an immediate and
- 16 definite impact by the stimulus bill on construction
- 17 activity, in terms of a sustained long-term recovery
- 18 on U.S. construction it really depends upon all
- 19 three legs of the stool to be completed. But as you
- 20 can see, our GDP pattern -- and this is I believe
- 21 most economists, certainly all of the McGraw-Hill
- 22 economists, believe that we will finish the year

- 1 somewhere between a negative 2.5 and a negative 3
- 2 percent GDP, but with improvement coming in the
- 3 fourth quarter, and then rebounding to approximately
- 4 2 percent in 2010.
- If there's any good news in the current
- 6 state of affairs, it's certainly low inflation.
- 7 Take a look at what has happened with the consumer
- 8 price index and its plummet. That's primarily
- 9 driven, obviously, through energy costs. if you
- 10 take a look at the core consumer price index, it's
- 11 not quite as dramatic, and that's the reason why
- 12 we're not concerned as of yet about 'deflation,
- 13 because again the core appears to be relatively
- 14 stable, but certainly heading downward as well.
- I could probably show you 50, 60 different
- 16 charts to try to explain where the concerns are in
- 17 terms of the long-term outlook for construction, but
- 18 this is probably the best slide that I could provide
- 19 to you, simply because it really speaks to the
- 20 current state of access to construction financing.
- 21 What you see here is a chart of lending standards
- 22 relative to commercial industrial loans and

1 commercial real estate loans.

- 2 It's essentially a survey of the
- 3 percentage of changes that are taking place by
- 4 lending officers relative to access to credit. As
- 5 you can see here, we're operating still at
- 6 unprecedently high levels of tightness. So as a
- 7 consequence -- and you do see some loosening of
- 8 that. Certainly you can begin to see the impact
- 9 perhaps to some degree from TARP, perhaps also from
- 10 some of the early things that have been done with
- 11 the financial recovery plan.
- 12 But certainly, until banks get back into
- 13 the business of lending it certainly is going to
- 14 have a buffering or a dampening effect on the long-
- 15 term outlook on construction. Now again, this is
- 16 not to suggest that the stimulus is not having an
- 17 impact in the near term, because it is. But it
- 18 certainly suggests that this is a key piece to the
- 19 longer term health of construction activity.
- The other constraint certainly is state
- 21 and local finances. I don't know that I need to
- 22 belabor this. I think this room probably knows the

1 state of the states and their coffers, and certainly

- 2 part of the reason why a substantial portion of
- 3 stimulus is flowing to the states.
- 4 So along comes the American Recovery and
- 5 Reinvestment Act of 2009, a \$787 billion bill. This
- 6 is probably the statement of the blinding obvious,
- 7 but it definitely is going to stimulate more
- 8 construction activity over the next two and a half
- 9 years. We anticipate it's going to have about a 7.5
- 10 percent impact in total construction this year, with
- 11 hopefully -- and we're pretty confident in this --
- 12 about another 10.5 percent in additional total
- 13 construction activity.
- 14 So substantial impact on construction
- 15 activity, and, as you'll see in a moment as we get
- into the various construction segments, some
- 17 segments of construction which were in a downward
- 18 trajectory in terms of growth over the next few
- 19 years have now turned into a positive trajectory,
- 20 again due to stimulus financing.
- 21 So going a little bit deeper into exactly
- 22 what is in the American Recovery and Reinvestment

- 1 Act, enacted the 17th of February, \$787 billion over
- 2 ten years, basically broken out as \$308 billion in
- 3 appropriations spending, almost \$212 billion in tax
- 4 cuts, 267 in direct federal spending.
- 5 According to Engineering News Record,
- 6 which is our publication, we estimate that of the
- 7 787, approximately 131 billion of that will be
- 8 direct construction spending. Now, you could debate
- 9 give or take a billion or so of that 131 depending
- 10 upon how you define some of the capital programs,
- 11 things like airport baggage screening, how much of
- 12 that is equipment versus actual installation and so
- 13 forth. But we feel pretty good that that 131
- 14 billion is a pretty good approximation, a pretty
- 15 solid approximation of what portion of the stimulus
- 16 bill is coming our way for construction.
- 17 In terms of surprises, certainly on the
- 18 plus side was the 8 billion going for high-speed
- 19 rail corridors. For those of us who travel along
- 20 the Northeast, that's very welcome. Certainly the
- 21 unpleasant surprise was no line item for school
- 22 construction. There's some talk about will there be

- 1 a second round of stimulus that might directly
- 2 impact schools. It remains to be seen. I think
- 3 there's an awful lot presently to digest between the
- 4 three key aspects of the recovery before additional
- 5 stimulus programs are considered.
- 6 Taking it a little bit further, in terms
- 7 of the 130 billion, 40 billion of this is flowing
- 8 into the states. 90 billion of it will be managed
- 9 through the federal agencies. As you can see here -
- 10 and we'll get into more of the details in a moment
- 11 -- certainly infrastructure is the prime benefactor.
- 12 At the state level approximately 27 billion is
- 13 flowing for highways. Add another about 8 billion
- 14 for transit and a good portion going into
- 15 environmental infrastructure, primarily clean water.
- On the federal agency side, about 90
- 17 billion is flowing to them. Certainly the
- 18 Department of Energy is a prime benefactor there,
- 19 again dealing with alternative energy as well as \$11
- 20 billion going towards smart grid. The GSA, about
- 21 \$5.5 billion flowing their way. A large percentage
- 22 of that is going towards green building upgrades.

- 1 Department of Defense, again upgrades as well as
- 2 energy improvements, medical buildings in the VA at
- 3 about 1.25 billion, with both new and renovated
- 4 medical facilities.
- 5 Again taking it a little bit further, and
- 6 I won't read all of these details for you, but again
- 7 you can see that both transportation and the
- 8 environment are significant benefactors to the
- 9 stimulus bill, and you certainly see this flowing
- 10 over the next, again, between now and the next two-
- 11 plus years.
- 12 Certainly energy, in addition to the smart
- 13 grid, renewable energy loan guarantees to again
- 14 continue to encourage alternative energy
- 15 entrepreneurship. Then certainly tax credits for
- 16 renewable energy projects. That was extended to
- 17 continue to perpetuate what alternative energy
- 18 initiatives are out there.
- 19 Buildings, again also benefactors to the
- 20 stimulus bill, again primarily in the GSA and the
- 21 DOD space. HUD certainly will be managing a fairly
- 22 substantial amount of money in public housing

1 capital funds. Again, schools; we mentioned a

- 2 moment ago there's no specific line item for them.
- 3 Looking ahead -- and some of this is
- 4 already actually past tense. Some of this has
- 5 already transpired. The federal reports in terms of
- 6 expenditure plans were due 30 days after enactment,
- 7 which obviously has taken place. GSA, they were
- 8 required to provide a detailed plan by project after
- 9 enactment, so that's basically happened. Obligation
- 10 deadlines -- and this is the key difference here,
- 11 because one thing is to provide a detailed plan;
- 12 another thing is to actually meet the deadline on
- 13 how you're going to obligate the funds. Again, you
- 14 can see, depending upon the agency and-or where the
- 15 money is flowing, there are some different
- 16 deadlines, interestingly enough.
- We see with the GSA they need to obligate
- 18 by the end of September of next year the other --
- 19 well, a portion of that; and then the balance of it
- 20 by 2011. The VA needs to essentially utilize their
- 21 funds between now and September of next year. DOD
- 22 has these funds available through the same time

1 frame.

- 2 So again, you can see that there's some
- 3 unique requirements, and this is where you have to
- 4 really get into the specifics as to what are the
- 5 requirements based upon which agency, which
- 6 department is managing the dollars.
- 7 The big thing to point out to you, on the
- 8 bottom of the screen, is the use it or lose it
- 9 aspect at the state level. They certainly have to
- 10 move along in terms of obligating their funds.
- 11 Unobligated funds will then be reassigned by the
- 12 U.S. Department of Transportation. 'Again, there's a
- 13 huge requirement on transparency in terms of
- 14 reporting out exactly how projects are progressing,
- 15 as you would expect.
- There is a buy-American provision in the
- 17 stimulus bill. It's pretty all-encompassing at the
- 18 outset, but there are exceptions. It certainly is
- 19 making a statement that no stimulus funds can be
- 20 used unless all the iron and steel manufactured
- 21 goods are produced in the U.S. However, it also
- 22 makes the statement that projects need to be

- 1 competitively bid and materials have to be
- 2 available, and if either is an issue then
- 3 alternatives can be considered, as well as it
- 4 certainly does not trump any existing U.S.
- 5 obligations under international agreements.
- 6 So there are definitely some clearly
- 7 stated exceptions to the buy-American provision.
- 8 This actually was in Wednesday's edition of ENR.COM
- 9 and it really now begins to speak to the realities
- 10 of moving these projects forward. One of the
- 11 realities that is becoming clear is that there is a
- 12 high volume of project activity that needs to be
- 13 managed within a very small span of time. So as a
- 14 consequence there are certain departments who are,
- 15 shall we say, stretched in terms of procurement and
- 16 project management talent.
- 17 So you have definitely some departments
- 18 that are already taking a look at the private sector
- in terms of helping them project manage as well as
- 20 procure the appropriate contracting firms for the
- 21 work. So, interesting to see as this thing begins
- 22 to take flight where some of the additional

1 opportunities begin to emerge as a consequence of

- 2 the, shall we say, the very tight time line to
- 3 produce an awful lot of work.
- 4 All right, so let me go through this very,
- 5 very quickly just to give you a sense of the
- 6 magnitude the stimulus is going to have on total
- 7 construction activity. What we've tried to do for
- 8 you here is to give you a sense of what portion of
- 9 the total construction starts are going to be
- 10 impacted by stimulus financing. Certainly the
- 11 stimulus portion is the orange portion of each of
- 12 the following bar graphs.
- 13 You can see in terms of overall total
- 14 construction we are and we continue to be in a
- downward trajectory in terms of overall construction
- 16 activity. We're looking at another 15 percent
- 17 decline in 2009. Candidly speaking, gentlemen and
- 18 ladies, it certainly could be worse, again depending
- 19 upon again the access to construction financing.
- 20 We feel relatively confident in this
- 21 projection right now, but again we're looking at the
- 22 banking industry as one of the keys to maintaining

- 1 this forecast. We do believe, though, if those
- 2 things come to pass that we will see a turn in this
- 3 downward trajectory going into 2010.
- 4 Certainly, as I mentioned to you earlier,
- 5 highway and bridge construction are big winners
- 6 under the stimulus program. Again, what's
- 7 interesting to note here is if you take away the
- 8 orange portion of the bars in 2009 and 2010 you
- 9 would see that we would essentially be in a downward
- 10 and then a flattening trajectory here, even though
- 11 we all know the need for infrastructure improvements
- 12 across the country. But with stimulus, you see that
- 13 we are now moving in a significant upward
- 14 trajectory, 15 percent growth in 2009 and another 10
- 15 percent in 2010, approximately \$60 billion worth of
- 16 highway and bridge construction in 2009 alone.
- 17 Environmental public works, another big
- 18 benefactor to the stimulus. Again, you can see the
- 19 trajectory without the stimulus financing and you
- 20 see the positive impact from it. We're looking at
- 21 an 8 percent improvement over 2008, which was a
- 22 slight improvement over 2007, and then another 10

- 1 percent gain in 2010.
- Other public works, again we talked about
- 3 the transit and the rail funds. Again, that one has
- 4 a more dramatic downward curve without stimulus, and
- 5 again you can see the significant impact of stimulus
- 6 financing, particularly in the out year of 2010.
- 7 It's pretty significant dollars and a significant
- 8 aspect of the construction industry that's
- 9 benefiting as a percentage of total starts due to
- 10 stimulus.
- 11 Electric utilities. You know, electric
- 12 utilities are one of those very cyclical segments of
- 13 construction. You go through relatively strong boom
- 14 cycles followed by some, shall we say, some capacity
- 15 absorption. Certainly that's the direction that we
- 16 see happening in 2009. But again, with stimulus
- 17 financing, primarily in transmission, some of the
- 18 other things that is going to go in the direction of
- 19 the whole utility space, it's dampening the downward
- 20 trajectory there. Then of course, you can see some
- 21 stabilizing in 2010 and a substantial amount of
- 22 financing going into 2010 coming out of the

- 1 stimulus.
- 2 Public buildings, a small category, but
- 3 again a big benefactor on the stimulus package.
- 4 Health care facilities, perhaps a bigger segment.
- 5 It's primarily the impact of the VA that you're
- 6 seeing here, as well as some funding directly to the
- 7 DOD for some of the barracks health facilities.
- 8 Again, I always make the comment, this is
- 9 the one segment, if you're a betting person, you
- 10 would bet on this for the long term, because based
- 11 upon the demographics in this country the long-term
- 12 outlook of the aging of our population would suggest
- 13 certainly that we're going to need to continue to
- 14 improve and expand our medical facilities both
- 15 public and private-based.
- 16 Education is interesting. No stimulus
- 17 dollars coming this way. I just thought you'd find
- 18 this interesting to see this. It is projecting a
- 19 downward, but still a pretty substantial amount of
- 20 starts in 2009. But again, we see improvement in
- 21 2010 without stimulus, and it's just because this
- 22 country has a record for investing in education,

- 1 both in the college and university level as well as
- 2 in the K through 12.
- 3 Multifamily housing, again -- wow, what
- 4 can I say about residential that you probably
- 5 already don't already know. But another tough year
- 6 for multifamily housing. We certainly can't put any
- 7 kind of smily faces on this one. It is what it is.
- 8 There is a little bit of stimulus impact here,
- 9 primarily again due to some of the barracks work at
- 10 the DOD level.
- 11 We do believe that there is the
- 12 possibility of a rebound in 2010, certainly a modest
- 13 rebound in terms of real dollars, especially when
- 14 you look back to 2006, where it was kind of the high
- 15 water mark in terms of multifamily construction
- 16 activity.
- 17 Office construction is in retreat even
- 18 with some stimulus financing there, a relative
- 19 softening there. It actually could have been a lot
- 20 more dramatic had it not been that I think this
- 21 particular go-around commercial real estate
- 22 developers were a little bit more sane in terms of

- 1 the volume of capacity that they were creating. So
- 2 it's not as dramatic of a pullback as we've seen in
- 3 other recessions. But certainly you see the impact
- 4 of the recession. As goes office jobs, so goes
- 5 office construction.
- 6 Retail, another tough space; certainly
- 7 nothing associated with stimulus. Just painting the
- 8 picture here. It's going to be a tough space for
- 9 some time to come.
- 10 A similar story with hotel construction.
- 11 Hotel has been again on a strong trajectory over the
- 12 last several years. Capacity is now more than
- 13 enough to cover demand, and so again we see sharp
- 14 corrections there for some time.
- So we put it all together and this gives
- 16 you a sense of where we're forecasting construction
- 17 for 2009. There's still a fair amount of
- 18 construction that we're forecasting that is in start
- 19 phase for 2009. So certainly \$463 billion worth of
- 20 construction is substantial. Certainly it is off
- 21 substantially from the high water mark of 2006, but
- 22 certainly it suggests that there is work going on

- 1 out there.
- 2 You can see essentially, when you break it
- down into each of the segments of construction
- 4 activity, with the exception of public works, it's
- 5 all pretty much of a negative correctional picture
- 6 for 2009. But as we look into 2010 -- and the
- 7 reason I have that kind of blurred out is because
- 8 it's still a little bit of a challenging thing to
- 9 project. But we do see a turn in most all of the
- 10 segments, again as long as banks and the banking
- 11 industry begins to reengage construction financing
- 12 similar to what they were doing in prior years.
- Real quickly, just to wrap this up, just
- 14 to let this room know, there are additional
- 15 resources available to you. I realize what I've
- 16 given you is a very high level view of what's going
- 17 on out there. McGraw-Hill Construction has a number
- 18 of web sites that are free of charge that you can
- 19 access. We encourage you to earmark these sites, in
- 20 that we're doing everything we possibly can to keep
- 21 the public and the industry informed about what's
- 22 going on with stimulus construction.

We also have our own stimulus special 1 section, where we're actually trying to now take it 2 beyond just kind of high-level news stories to some 3 4 of the things that are actually going on at the state and local level. The intent there is to try 5 to provide insight that is not only national in 6 7 nature, but if I am a contractor in California I certainly want to know all that's going on, anything 9 that's newsworthy within the state of California, and this special section is intended to track that. 10 I've given you kind of our projected 11 12 outlook and where we see construction going. is also free of charge. If you're interested in 13 14 getting monthly updates from our chief economist, Bob Murray, this is something that is available to 15 16 Those of you that are in the design aspect of the industry, Architectural Record is tracking all 17 18 project design aspects, newsworthy aspects of what's 19 going on in stimulus type of projects. 20 We as a corporation or as a business unit of the McGraw-Hill Corporation are also tracking in 21 detail all the project activity that's going on with 2.2

- 1 stimulus-related funding behind it and-or identified
- 2 as potential stimulus projects. Our database right
- 3 now is essentially tracking two things: shovel-
- 4 ready, which are essentially projects in
- 5 consideration for ARRA financial support; and ARRA
- 6 stimulus projects which are actually verified with
- 7 ARRA funding. So we are now distinguishing between
- 8 those two categories in our database.
- 9 I went in and took a look at what we
- 10 currently have within our database. Presently --
- and I know this is a bit of an odd chart; probably
- 12 difficult for those of you in the back to see this.
- 13 But it's a chart of all the various construction
- 14 segments and the projects that we're tracking by
- 15 segment between shovel-ready, AARA-funded stimulus
- 16 track, and the total dollars. Again, the sum total
- 17 there so far is just under 3100 ARRA stimulus-funded
- 18 projects we now have in our database with details as
- 19 to where things lie with those projects. About
- 20 13,000 shovel-ready; and again, the combination
- 21 between the two. We've captured about \$129 billion
- 22 of the \$130 billion some odd worth of activity.

- 1 So the information is there and certainly
- 2 if we can help you gain access to that information
- 3 please let us know. As my Uncle Louis always said,
- 4 luck favors the prepared mind. Hopefully this was
- 5 helpful and at least gave you a sense of where we
- 6 see the markets going specific to stimulus in
- 7 construction.
- 8 Thank you.
- 9 ACTING CHAIRMAN MIGLIACCIO: Thank you,
- 10 Rusty.
- 11 Are there any questions of the panel?
- MR. BIERSNER: Mr. Sherwood, do you have
- 13 any documents you'd like to submit to the docket?
- MR. SHERWOOD: Yes, sir.
- MR. BIERSNER: Could you give them to me
- or give them to the recorder? Do you have it?
- 17 MR. SHERWOOD: Mike I believe has it.
- 18 MR. BIERSNER: I'd like to admit -- it's a
- 19 copy of your slides?
- MR. SHERWOOD: Yes, sir.
- 21 MR. BIERSNER: Okay. I'd like to admit a
- 22 copy of Mr. Sherwood's slides to the record as

- 1 Exhibit No. 0028.
- 2 Thank you.
- 3 ACTING CHAIRMAN MIGLIACCIO: Any other
- 4 questions? Mike?
- 5 MR. BUCHET: By any chance, have you got a
- 6 slide that you haven't got with you, that showed the
- 7 funding in construction, the drop, and then the last
- 8 couple was we see an impact in 2009 by percent, we
- 9 see an impact in 2010 by percent, and it was in
- 10 relationship to the year before. What might be
- 11 really interesting for ACCOSH is to see the high
- 12 water mark of construction funding and the percent
- 13 change in 2009 and 2010 against those years, and
- 14 then we can picture what kind of hazards and the
- 15 frequency and the exposure and the employment at the
- 16 high water mark and look at what we might expect.
- 17 It gives one percent between '9 and '10.
- 18 I think it's a little cumbersome for us to try and
- 19 figure out how many more people are going to be
- 20 working at height or underground.
- 21 MR. SHERWOOD: One of the challenges we
- 22 have, Mike, is when you do an aggregate rollup like

- 1 this, is there's such variability market by market,
- 2 segment by segment. There's always some danger in
- 3 terms of driving some of those conclusions. So more
- 4 times than not what we'd like to suggest is if there
- 5 are particular segments of activity, construction
- 6 activity, that you want to drill down more
- 7 specifically to create these kind of correlations,
- 8 we can do those things.
- 9 We have the capacity of doing that up in
- 10 Bedford. It's just, again it's a difficult thing to
- 11 prepare for a briefing.
- 12 ACTING CHAIRMAN MIGLIACCIO: Emmett.
- 13 MR. RUSSELL: In your presentation,
- 14 between 2009 and 2010 the graph has a tendency to go
- 15 up --
- MR. SHERWOOD: Yes.
- 17 MR. RUSSELL: -- as relates to
- 18 construction. Can you just give us your feeling
- 19 about beyond 2010, 2011, 2012?
- 20 MR. SHERWOOD: It's a great question. We
- 21 do track five-year, we do actually provide five-year
- 22 forecasts. As we look into the out years, again, we

- 1 see an upward trajectory. Now, this is based upon
- 2 certain fundamentals. One of the big fundamentals
- 3 within the U.S. construction marketplace is the need
- 4 to replace existing building stock. We've
- 5 determined that between the year 2000 and the year
- 6 2030 that 70 percent of the U.S. building stock will
- 7 need to be replaced.
- 8 So if you just take that into
- 9 consideration alone, at some point the spring-loaded
- 10 market that we're experiencing right now, where
- 11 there's pent-up demand but there's no money to
- 12 finance the construction activity, at some point
- 13 that spring's going to release. Because, again,
- 14 what you can't argue with is the need for shelter,
- 15 the need for facilities to do work, the need for
- 16 highways, the need for appropriate sanitation and
- 17 water management. Those are things that a world-
- 18 class nation requires.
- 19 So you take those things into
- 20 consideration. You take into consideration the
- 21 demographics of this country, and that also points
- 22 to certain segments of construction with a favorable

- 1 outlook.
- What makes the out years so difficult,
- 3 however, is the, shall we say, the dampening
- 4 factors, such as access to credit. It's really,
- 5 really interesting to point out that when you've
- 6 looked at prior recessions you'll see that most all
- 7 of the segments of construction that are suffering
- 8 the most right now suffered the worst then as well.
- 9 So there is definitely some correlations to previous
- 10 recessions.
- 11 But what's interesting is that it wasn't
- 12 so much about access to capital as much as it was
- 13 just simply a cooled economy that was holding back
- on the need for certain structure types to be built.
- This particular recession is a little bit
- 16 more unique in that there continues to be this
- 17 demand for certain structure types and yet the
- 18 access to credit -- excuse me -- financing,
- 19 construction financing, is at an unprecedented high
- 20 level. So that's a unique element associated with
- 21 what's going on.
- 22 But again, having said all of that, if in

- 1 fact again the financial side of our industry can
- 2 get back on track there's no reason to believe that
- 3 the trajectory for the next two to five years is
- 4 positive.
- 5 One last comment on this, and then I will
- 6 conclude my comments. I've been in this industry
- 7 for 27 years, which in construction lives it's
- 8 approximately four recessions and three boom-bust
- 9 cycles. I think we are at the end of my third boom
- 10 cycle. This has actually been one of the single
- 11 longest construction cycles in recorded history.
- 12 Previous cycles of construction, upward and downward
- 13 cycles, have been between six and nine years. This
- one we've charted at about T plus 17 years.
- So this has been an extensively long cycle
- 16 of activity. But we all know this industry -- those
- 17 of us who have been in this industry a long time can
- 18 speak from experience, that it does cycle. So I
- 19 think we are coming to what appears to be the end of
- 20 one cycle. The question is how long do we balance
- 21 on the bottom before we begin to swing upward.
- 22 But that's the other reason why I believe

- 1 that the trajectory looks positive over the long
- 2 term.
- 3 ACTING CHAIRMAN MIGLIACCIO: If the
- 4 committee members will also state their name for the
- 5 recorder before they ask the person a question, we'd
- 6 appreciate that.
- 7 MR. BUCHET: Michael Buchet, Directorate
- 8 of Construction.
- 9 On the slide that showed the tight and
- 10 tightening credit market, that's aggregated.
- 11 MR. SHERWOOD: Yes.
- 12 MR. BUCHET: We hear about the Donald
- 13 Trump's and the City Centers and some of the other,
- 14 and now I guess the World Trade Center, some of the
- 15 towers are being crunched. If you break that apart,
- 16 is there anything that might be instructive for OSHA
- in looking at where jobs are going to show up, where
- 18 credit may be a little looser faster from some
- 19 sectors, and where it may not be so loose for a
- 20 while?
- 21 MR. SHERWOOD: That's an outstanding
- 22 question. Certainly I think there's a tremendous

- 1 amount of scrutiny that's going on by conventional
- 2 financing, conventional construction financing in
- 3 office space, certainly multifamily. Those are
- 4 places that are under extreme scrutiny right now.
- 5 But there are certainly other spaces, in the
- 6 institutional side in particular, certainly that --
- 7 they're all under pretty tightened scrutiny, but
- 8 again, they look upon the variables that suggest a
- 9 more positive outlook for some of those segments.
- 10 So it appears to be less risky.
- 11 Now, I can't speak other than anecdotally
- 12 about that. I would certainly recommend perhaps
- 13 requesting the financial industry, those that
- 14 finance construction, to perhaps participate in a
- 15 future meeting to provide further insight on that.
- I think the other thing, though, that
- 17 could very well play out over the next two to five
- 18 years, and something that we are tracking as a trend
- 19 that could very well be impacting construction
- 20 activity is the whole concept of public-private
- 21 partnerships and its impact primarily on public
- 22 works, the fact, the concept of the public sector

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1 and the private sector coming together to

- 2 essentially co-finance key projects.
- 3 There was an attempt at this. I think a
- 4 few years ago there were some municipalities that
- 5 were attempting to use the PPP financing method.
- 6 Mixed results. Certainly there has been a track
- 7 record of success outside of this country for a
- 8 number of years. Is it perhaps time for
- 9 reconsideration of PPP? I think so. I think there
- 10 is within the private equity markets and the
- 11 investment banking industry, most of the significant
- 12 investment banks, many of the private equity funds
- 13 that are out there, have dollars set aside for PPP
- 14 financing.
- MR. BUCHET: Any particular sector of
- 16 construction, as we think of construction? Do you
- 17 see that blossoming?
- 18 MR. SHERWOOD: I think PPP would be very
- 19 much a non-building construction in terms of a broad
- 20 category, including everything from again toll roads
- 21 to transit. One of the areas that they talked
- 22 about, but I'm not sure is going to have a lot of

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near-term traction, would be in the whole 1

- environmental infrastructure side. It's one thing 2
- to have private equity firms sharing in the toll 3
- 4 receipts. It's another thing to perhaps have a
- private owner offshore owning water rights. So some 5
- 6 of those kind of things might make environmental
- 7 public works a little bit more challenging for PPP.
- 8 But certainly, I think non-building is
- going to be the category of all the major 9
- 10 construction categories that would probably
- participate. 11
- 12 MR. BUCHET: Any thoughts about things
- 13 like water pipelines and in-water power generation?
- MR. SHERWOOD: 14 In terms of?
- 15 MR. BUCHET: PPP possibilities.
- 16 MR. SHERWOOD: I think so. PPP?
- I would strongly encourage -- this is something that 17
- 18 we are just now looking into. Mike, I would
- 19 strongly recommend -- these alternative forms of
- 20 construction financing I think are going to become
- very real very quickly, if they're not already real 21
- 2.2 in some parts of the country. I would strongly

1 encourage you to have people more knowledgeable on

- 2 the topic join you.
- MR. BUCHET: Thank you very much.
- 4 ACTING CHAIRMAN MIGLIACCIO: Any other
- 5 questions?
- 6 (No response.)
- 7 MR. SHANAHAN: This is Tom Shanahan for
- 8 the National Roofing Contractors Association. I'm
- 9 just asking a kind of out of the box type question.
- 10 I was thinking about it since Michael asked the
- 11 question. That is, as you might be aware, the
- 12 National Safety Council does every year after the
- 13 fact where they're looking at accidents in the home
- 14 and in construction and everything. I'm wondering
- 15 if there's any -- if you know of any service that
- 16 would kind of combine what McGraw-Hill is doing from
- 17 a looking at the business cycle kind of, where
- 18 construction is, and where the accidents are
- 19 happening or will happen, because that would give us
- 20 a chance to kind of be a little bit more predictive
- 21 in terms of where accidents might be occurring and
- 22 where to kind of focus efforts on a more going-

- 1 forward basis versus always having to look over our
- 2 shoulder. Does that make sense?
- 3 MR. SHERWOOD: It makes a ton of sense.
- 4 In terms of identifying that correlation between
- 5 construction activity and the direction of safety
- 6 and accidents, it's not something that we have
- 7 tracked per se. Is it something that we could track
- 8 as a business? The answer is yes, we could if in
- 9 fact the demand was there for this kind of
- 10 information.
- 11 I think anecdotally, as stimulus money
- 12 rolls out, I think one of the things -- a
- 13 hypothesis, perhaps the hope, is the fact that
- 14 because of the heightened transparency requirements
- 15 associated with stimulus-funded projects, the
- 16 scrutiny on safety will probably be higher than
- 17 perhaps it has been in the past. I'm not sure that
- 18 I would want to have a project that I'm the general
- 19 contractor on that is being funded by stimulus
- 20 dollars reported by Tom Brokaw on the Evening News
- 21 that there was a serious accident. I'm not sure
- 22 that that would be in my best interest.

- 1 So I think you can logically assume that
- there is going to be, I think, a heightened degree
- 3 of conscientiousness and concern over safety to
- 4 ensure that they meet all the obligations of the
- 5 stimulus requirements, but also don't end up on the
- 6 Evening News in a, shall we say, a distasteful way.
- But we don't have anything to date to
- 8 offer up there. I guess the long and short of it is
- 9 we don't have it today. Could we help you in the
- 10 future? The answer is I think we could.
- 11 ACTING CHAIRMAN MIGLIACCIO: Any other
- 12 questions?
- 13 (No response.)
- 14 ACTING CHAIRMAN MIGLIACCIO: Thank you,
- 15 Rusty.
- MR. SHERWOOD: Thank you so much. I
- 17 appreciate it.
- 18 ACTING CHAIRMAN MIGLIACCIO: Before we go
- on, I want to remind everybody in the audience that
- 20 the public sign-in sheet is in the back of the room
- 21 for public comments this afternoon. Anybody wishing
- 22 to speak this afternoon to the committee, please

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1 sign up.

- Next up we have the Road Building Stimulus
- 3 Overview, and that's the American Road and
- 4 Transportation Builders Association. Brad.

5

- 6 MR. SANT: The next four people that are
- 7 listed, and organizations, are going to do this as a
- 8 panel, rather than individual presentations.
- 9 (Pause.)
- 10 ACTING CHAIRMAN MIGLIACCIO: If each of
- 11 you will state your name and what subject you'll be
- 12 speaking on for the record.
- 13 STIMULUS IMPACT PANEL
- 14 MR. SANT: My name is Brad Sant, Vice
- 15 President of Safety and Education for the American
- 16 Road and Transportation Builders Association. I'm
- joined here on the panel by a number of other
- 18 colleagues in the industry and I'll let them each
- 19 introduce themselves since we're doing this as a
- 20 panel. safety and health standard sr
- 21 MR. SCHNEIDER: Scott Schneider. I'm the
- 22 Director of Occupational Health and Safety for the

- 1 Laborers Health and Safety Fund of North America.
- 2 MR. MARKS: Howard Marks, Director of
- 3 Environment, Health and Safety at NAPA, National
- 4 Asphalt Pavement Association. We represent the
- 5 producers of the hot mix asphalt that goes down on
- 6 our nation's highways and the contractors that apply
- 7 it.
- 8 MR. ELISBURG: I'm Don Elisburg. I'm a
- 9 consultant with NAPA and I'm trying to -- I
- 10 volunteered as a coordinator of some of the
- 11 activities you're going to hear about this morning.
- 12 MR. RUSSELL: Emmett Russell. I'll be
- 13 speaking as Director of Safety and Health for the
- 14 International Union of Operating Engineers.
- MR. ELISBURG: Mr. Chairman, Don Elisburg.
- 16 What we wanted to do this morning, since everybody
- 17 was listed and a number of these organizations had
- 18 been working in tandem on particularly items of work
- 19 zone and workplace safety and health involving the
- 20 highway construction industry, is to appear as a
- 21 panel and break this into kind of two parts. The
- 22 first part would be for each of the organizations to

- 1 give you their spin or view on the stimulus issues
- 2 that you've asked about; and then perhaps we then
- 3 wanted to shift, maybe after you break, to then talk
- 4 about how we see the impact of all of this on the
- 5 various safety and health activities that we have
- 6 been engaged in as a group for a number of years,
- 7 because the stimulus will have a significant impact
- 8 on the work force, as each of these organizations
- 9 will comment on.
- 10 Brad.
- 11 MR. SANT: Again, Brad Sant, and I'll
- 12 begin our panel discussion by sharing a few
- 13 comments. To start, I want to quote Charles Dickens
- 14 as he began the Tale of Two Cities: "It was the
- 15 best of times, it was the worst of times. It was
- 16 the age of wisdom, it was the age of foolishness.
- 17 It was the epoch of belief, it was the epoch of
- 18 incredulity. It was the season of light, it was the
- 19 season of darkness. It was the spring of hope, it
- 20 was the winter of despair. We had everything before
- 21 us, we had nothing before us."
- 22 I think that applies pretty well to how

- 1 our economy and the construction industry in general
- 2 kind of sits right now. I would like to add that
- 3 emphasis now as we begin talking a little bit about
- 4 the stimulus package, or the American Rehabilitation
- 5 and Construction legislation.
- To start out with the best of times, as
- 7 Rusty provided some information earlier, President
- 8 Obama signed this legislation on February 17th and
- 9 with that for heavy and highway construction came
- 10 \$27.5 billion for bridge, highway and bridge
- 11 improvements. This also came with a time line to
- 12 move this funding along very quickly. Half of it
- 13 had to be obligated within 120 days of the signing
- of the legislation. The remainder had to be
- 15 obligated within one year. Any money that was not
- 16 obligated by the states -- the money goes to the
- 17 state departments of transportation. Any money not
- 18 obligated within that year goes back to the
- 19 Treasury, back to the Federal Highway
- 20 Administration, and they can reallocate it to states
- 21 that are spending the money. So there's a big push
- 22 on getting this money out there very quickly.

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- 2 It also included some money for OSHA
- 3 enforcement, as you folks are well aware, we
- 4 understand about 27 million. Some people might call
- 5 that the worst of times. We'll have to see how that
- 6 plays out.
- 7 Then what is also -- it's very difficult
- 8 for us to talk about the stimulus in a vacuum all by
- 9 itself, because it sits as a piggyback, as we saw on
- 10 some of the charts earlier, on other funding, and
- 11 particularly for fiscal year '09 the federal
- 12 appropriation was \$40.7 billion. So if you look at
- 13 how much federal money is being spent on roads, the
- 14 stimulus is really just not even half of what we
- 15 typically spend in a year.
- So while it's good, it is not this major
- 17 infusion that a lot of people might anticipate it to
- 18 be. Anyway, this means that there are about \$68
- 19 billion right now on the table for road and related
- 20 infrastructure construction. Typically the federal
- 21 share of roadway construction is about 42 percent.
- 22 Because of the stimulus spending, we anticipate the

- 1 federal share will be larger over the next year or
- 2 so.
- Also, it's important to note that because
- 4 road and bridge and highway transportation
- 5 construction is highly, 99 percent is federal,
- 6 state, and local government spending, it tends to be
- 7 the most stable of the construction industries. You
- 8 don't see the fluctuations in this industry like you
- 9 do in others.
- 10 Anyway, that's kind of the good news. The
- 11 industry is moving ahead. There's more money coming
- 12 into the industry. So for the next 'year and a half
- 13 everything looks good.
- 14 But now we can start on the worst of
- 15 times, some very serious concerns. As many of you
- 16 understand, the surface transportation program,
- 17 roads and bridges, must be authorized by Congress
- 18 every six years. That authorization sets
- 19 anticipated limits for each annual appropriation.
- 20 On September 31 of this year, the current
- 21 authorization expires and must be reauthorized.
- 22 Where does this money come from to spend

- on roads and bridges? Well, at least at the federal
- 2 level it comes from revenues that are deposited in
- 3 the highway trust fund. Since 1998, the highway
- 4 trust fund has been locked off. That money that
- 5 goes in there can only be used on road and bridge
- 6 and transportation and transit construction. It
- 7 can't be flowed out to balance budgets in other
- 8 areas.
- 9 That money comes from the federal gas tax.
- 10 Right now that's 18.4 cents for gasoline, 24.4 cents
- 11 for diesel, and then there's a little bit of
- 12 additional funding that comes in from taxes on heavy
- 13 trucks because they do more damage to the roads.
- 14 But it's interesting to note that this
- 15 level of gas tax has not changed in nearly 20 years.
- 16 It's not indexed to inflation, so it's shrinking as
- 17 a percentage of the money that will be available.
- 18 For many years there was a surplus in the
- 19 highway trust fund and that enabled the roadway
- 20 construction industry to continue to maintain some
- 21 level of effort even against inflation. The most
- 22 dire aspect right now facing this new bill and the

- 1 new authorization due this year is that the
- 2 projected revenues are no longer able to support the
- 3 current levels of highway and transit spending. In
- 4 fact, a 50 percent cut in highway investment is
- 5 projected in 2010, if not earlier, and a similar
- 6 reduction in transit in 2011.
- 7 To put that all in context, an additional
- 8 \$67 billion -- that's 53.5 for highways and 13.5 for
- 9 transit -- must be generated over the next six years
- 10 to simply maintain the status quo. If this gap
- 11 remains unaddressed, the cumulative effect would be
- 12 a loss of about 400,000 jobs.
- What's going on on the Hill right now?
- 14 The House T and I Committee, Chairman Oberstar and
- 15 his panel, is looking at publicly calling for about
- 16 400, 500, 450 to 500 billion in surface
- 17 transportation. Will that come about? We'll see.
- 18 We anticipate some legislation will be introduced in
- 19 the next few months. But while they are still
- 20 developing this legislation, one way or another,
- 21 Chairman Oberstar claims that his bill will be
- 22 transformational.

1 So that's kind of the outlook. I mean, we

- 2 look up there and we think the road and bridge and
- 3 highway construction is doing well because of
- 4 stimulus and it is, but the long-term forecast is
- 5 anyone's guess, depending on what's going on in the
- 6 Congress. It's going to take a lot of money just to
- 7 keep the industry on status quo, which is going to
- 8 be difficult to appropriate given the current status
- 9 of the economy. But we'll be working hard towards
- 10 that.
- 11 All right. Also, we don't want to pass
- 12 the opportunity to mention that we were also, this
- 13 group here, this panel, was very interested to note
- 14 that the stimulus included \$27 million to OSHA for
- 15 enforcement, limited to enforcement. This group
- 16 would be very interested in working with OSHA,
- 17 particularly this group, to talk about how many --
- 18 how that money could be most effectively spent to
- 19 ensure that safety is improved in our industry.
- 20 So how does this all affect safety? We
- 21 know that heavy and highway construction is one of
- the most dangerous segments of the construction

- 1 industry. Our average fatality rate is about 30 to
- 2 100,000 workers, as compared to about 12 for
- 3 construction in general.
- 4 Why does our industry face these kind of
- 5 dangers? Well, first of all, most of our work, and
- 6 particularly the way the stimulus funding is coming
- 7 out, it has to be spent very quickly, which means if
- 8 they don't already have right-of-way, if they
- 9 haven't already passed all their environmental
- 10 reviews, the money cannot really be used unless
- 11 those projects are ready to go. So we're likely to
- 12 see a lot of rehabilitation of existing
- 13 infrastructure, which means work zones, which means
- 14 you cannot put up a fence, say "Hard hat area, no
- 15 public access on our work site." You have workers
- on the side of the road exposed to traffic.
- 17 When we look at what kills people in our
- 18 industry, it's workers being struck by vehicles.
- 19 Half of those are motorists, but the other half are
- 20 construction vehicles and equipment. We're running
- 21 over our own people.
- 22 So we have this whole element of a work

- 1 area that has public access and we have to deal with
- 2 these motorists that most other construction
- 3 segments don't have to deal with. And the
- 4 requirements of the stimulus money that it be spent
- 5 very quickly means that we're likely to do this more
- 6 in roadway work zones, high exposure.
- 7 The other part of doing rehabilitation
- 8 work is as you see road construction goes on, there
- 9 are big trucks. It's big pieces of equipment. But
- 10 it also requires manual work, workers on foot
- 11 working adjacent to those pieces of equipment. Now
- when you're doing a roadway there's 'a strong
- 13 pressure from the state DOTs, the owners, the people
- 14 for whom we work, to minimize that impact on
- 15 traffic, keep the traffic flowing as smoothly as
- 16 possible past this construction. So what this
- 17 means, you have a very small space with big pieces
- 18 of equipment, workers on foot trying to do a job,
- 19 and it becomes a very dangerous environment.
- 20 Finally, on April 7th, earlier this month,
- 21 Joe Toole, who's the Federal Highway Administrator
- 22 for Safety, was speaking at the launch of Work Zone

- 1 Awareness Week and he stated that he anticipated
- 2 that this will be one of the busiest construction
- 3 seasons on record, meaning that, at least for the
- 4 next couple of years, we're anticipated to see high
- 5 exposures. We're anxiously looking at that data
- 6 because we do not want this increase in construction
- 7 to equal an increase in worker fatalities and
- 8 injuries.
- 9 We are heartened to know that if you look
- 10 at work zone fatalities as tracked by the Department
- of Transportation, they don't really distinguish
- 12 workers versus other pedestrians, but typically for
- 13 the last, I don't know, eight years we've had
- 14 fatalities in the range of a thousand and over a
- 15 thousand. In 2007, which is the latest year for
- 16 which we have data, that number dropped to 835
- 17 fatalities. Now, these include motorists. As a
- 18 matter of fact, two-thirds to three-quarters of
- 19 those fatalities are motorists and pedestrians not
- 20 working.
- 21 But we saw a significant drop in the last
- 22 few years. We want to see that drop continue, and

- 1 that's going to be our effort as a group here today,
- 2 to push for that. We think we've made some impacts
- 3 by jointly working together in a labor-management-
- 4 government cooperative fashion, and we'll continue
- 5 to do that in the future.
- 6 So that concludes my remarks.
- 7 MR. ELISBURG: Thank you.
- 8 MR. SCHNEIDER: Scott Schneider with the
- 9 Laborers Health and Safety Fund of North America.
- 10 Thank you for having us come here to speak today.
- 11 The funds for the stimulus plan -- I did
- 12 give out copies of my remarks, so you have them and
- 13 I guess will enter them into the record when we're
- 14 done. Stimulus funds will boost construction
- 15 spending over the coming months. As a result, there
- 16 will be an increase in employment in the
- 17 construction industry. As I know Matt's going to
- 18 talk about later, when you do have an increase in
- 19 construction you get new and younger workers coming
- 20 into the trade and injury rates often increase
- 21 because of their inexperience or inadequate
- 22 training.

Now, we don't know yet what's going to

- 2 happen because it could be there are a lot of
- 3 workers that have been laid off that will be coming
- 4 back to work. But in any case, that's often what
- 5 happens.
- 6 We can prevent an increase in injuries
- 7 through a series of steps that I will outline. I'm
- 8 going to outline about a dozen steps that could be
- 9 taken. As federally funded work, the government can
- 10 place restrictions and requirements on the use of
- 11 these funds, just as it does on GM or AIG. There
- 12 are a couple regarding training that I think should
- 13 be done. I know this committee has talked quite a
- 14 bit about the OSHA ten-hour class course, and all
- 15 construction workers on projects funded by the
- 16 stimulus money should be required to complete the
- 17 OSHA ten-hour training program.
- 18 We have worked diligently with many states
- 19 to get this requirement on state-funded projects and
- there's a number of states that now require that.
- 21 There are studies that have shown it helps reduce
- 22 injury rates. No worker should be allowed to work

1 in this dangerous industry without minimum training.

- 2 In terms of safety orientation training,
- 3 we will talk later after the break about the
- 4 orientation program that we have developed as a
- 5 consortium, which would help make all these sites
- 6 safer. We have given out or it's been downloaded
- 7 over 10,000 copies of this program in the last five
- 8 years or so.
- 9 I do want to mention supervisory training,
- 10 though. Safety training should be required for all
- 11 supervisors and forepersons. These people control
- 12 the job sites and make a huge -- can make a huge
- 13 difference on how safe the job is. A recent study
- 14 by the Construction Safety Association of Ontario
- 15 shows the efficacy of such training in producing a
- 16 safer work site. We have worked closely with
- 17 Laborers AGC Training Fund, our sister fund, on a
- 18 course specifically to teach supervisors about job
- 19 safety and health and how to create a safe job site.
- There are a couple steps that could be
- 21 taken pre-project. One of them is regarding wage
- 22 rates. Dr. Peter Phillips at University of Utah did

- 1 a study showing that jobs are safer if contractors
- 2 are required to pay workers the prevailing wage
- 3 rate. Phillips estimated that a repeal of federal
- 4 prevailing wage rates would result in a 15 percent
- 5 increase in injuries and at least \$300 million more
- 6 in workers comp costs directly and at least as much
- 7 in indirect costs.
- 8 Awarding contracts to the lowest bidder
- 9 produces a race to the bottom and inevitably results
- in cutting corners, one of which is usually safety.
- 11 By making safety a minimum requirement for bidding
- on contracts, projects are done better and safer.
- 13 Many states, municipalities, and some Federal
- 14 Government agencies already require this on
- 15 projects. Stimulus projects should be no exception.
- Subpart K, which just went into effect in
- 17 December, of the Federal Highway Code, already
- 18 requires that separate pay items to be included in
- 19 contracts for highway work, and we think that's an
- 20 important first step.
- 21 A recent study in Australia and over a
- 22 decade of experience in England have shown that many

- 1 injuries and fatalities in construction could have
- 2 been prevented through incorporating safety
- 3 principles into the design of the project. I know
- 4 there are several people on this committee that are
- 5 very excited about doing work like this. The
- 6 Federal Government should insist that all projects
- 7 funded by the stimulus money are required to include
- 8 design for safe construction.
- 9 Too often, project safety suffers from the
- 10 subcontracting of work without sufficient oversight
- 11 or care. The safety record of all subcontractors
- 12 should be considered in awarding those subcontracts.
- 13 The general contractor should also supervise all
- 14 work performed by subcontractors to assure that all
- 15 proper safety procedures are followed. This is in
- line with the recent Eighth Circuit court decision
- on OSHA's multi-employer work site policy.
- 18 During the project there are a number of
- 19 things that could be done as well to improve safety
- 20 on these job sites. First of all is joint safety
- 21 and health committees. Worker involvement in safety
- 22 is the key to a successful program. Requiring joint

- 1 safety and health committees, as is done in
- 2 Washington State and Ontario on many job sites, can
- 3 make a huge difference in improving safety
- 4 conditions.
- 5 One of the essential functions of this
- 6 committee is to make regular inspections or audits
- 7 of the site to ensure that hazards are quickly
- 8 corrected before someone gets hurt. On all critical
- 9 tasks, a competent person should be required to
- 10 oversee them, and many OSHA standards require that.
- 11 They should also have a job safety analysis, or JSA,
- 12 showing potential hazards and how they could be
- 13 controlled, even for non-routine tasks. These JSAs
- 14 must be reviewed prior to these tasks.
- With regard to health hazards, road work
- 16 presents many potential health hazards to workers,
- 17 such as noise, lead, and silica. But they are often
- 18 neglected because of the emphasis on preventing
- 19 fatalities and injuries. It would not be difficult
- 20 to require that health hazards be mitigated by the
- 21 use of control technologies like water sprays for
- 22 jackhammers and ventilation of asphalt pavers.

- 1 We've had significant success with our silica
- 2 partnership in New Jersey, where we reduced silica
- 3 exposures on jobs, our asphalt partnership to
- 4 require the use of pavers with ventilation
- 5 equipment. Similarly, in New York City we've had
- 6 some success in looking at ways to control noise to
- 7 comply with the new New York City noise ordinance.
- 8 Some agencies, like NASA, have instituted
- 9 buy-quiet programs that require all new equipment
- 10 purchased to be quieter models. A requirement to
- 11 use quieter equipment could also be included in the
- 12 requirements for stimulus funding. `
- 13 Now my personal pet peeve, preventing
- 14 sprain and strain injuries in construction. Sprain
- 15 and strain injuries make up about 40 percent of
- 16 serious injuries in road construction. Any serious
- 17 effort to prevent injuries in this industry must
- 18 address this problem. It starts by focusing on
- 19 manual handling and storage of materials. Any road
- 20 work funded by stimulus money should be required to
- 21 address this serious hazard by a comprehensive
- 22 review of potential hazards, interventions, and

- 1 changes in procedures to minimize the risk.
- 2 On reporting, in order to get an accurate
- 3 look at the injury and illness picture on a site
- 4 contractors should be required to keep a site log of
- 5 all injuries and illnesses at the site, including
- 6 all the injuries and illnesses to all subcontractor
- 7 employees. They should also be required to do
- 8 incident and near-miss investigations for all those
- 9 incidents that could have easily resulted in
- 10 injuries.
- 11 All results of these investigations should
- 12 be communicated to workers and used for prevention
- 13 activities. Only by looking at the broad spectrum
- 14 of potential injuries and their causes can a
- 15 contractor effectively prevent future incidents.
- 16 Safety culture surveys are also an
- 17 important part of this. Too often management
- 18 believes they're doing a great job and workers are
- 19 happy with the safety on the site when the reality
- 20 is serious problems exist. I know there are a
- 21 number of larger construction companies that are
- 22 doing safety culture surveys now and finding it very

- 1 valuable. Only anonymous surveys of workers can
- 2 identify any gaps in the safety culture on the site.
- 3 Many large contractors have successfully used these
- 4 surveys to improve their safety program. They
- 5 should be required on stimulus projects.
- In the rush to get these jobs done, the
- 7 emphasis on not impeding the motoring public will
- 8 mean many of these jobs will be done at night. This
- 9 presents many hazards to workers from disruptions in
- 10 their circadian rhythms and family lives to dealing
- 11 with impaired and speeding drivers. Special
- 12 precautions are needed to ensure that the night work
- 13 is safe. Many of those are laid out in our training
- 14 materials and we do have a new hour-long module on
- 15 the hazards of night work and what to do about them.
- 16 A substantial number of highway workers
- 17 are killed each year being run over or backed over
- 18 by construction equipment. As part of the stimulus
- 19 requirements, contractors should be required to
- 20 address this issue by the use of internal traffic
- 21 control program plans or backup technology, like
- 22 video and radar systems. We've developed extensive

- 1 training materials and publications on this, as well
- 2 as a web site for this effort.
- 3 Lastly let me talk about OSHA's role.
- 4 OSHA has received a substantial boost in its budget
- 5 to increase enforcement on stimulus projects. Yet
- 6 most OSHA inspectors have little familiarity with
- 7 the hazards and requirements for highway
- 8 construction. Resources need to be devoted to
- 9 training these inspectors and compliance assistance
- 10 personnel before they begin their inspections.
- 11 In our consortium we have committed to
- 12 helping OSHA train these folks using our roadway
- 13 safety program, which was developed in part with
- 14 OSHA funds. We also hope to partner with OSHA to
- 15 get the information out to the industry on how to
- 16 prevent injuries and illnesses and ultimately change
- 17 the safety culture of the industry as a whole.
- 18 In fact, I'll commit now that we will work
- 19 with OSHA to provide them with as many copies of our
- 20 programs and materials that they need to get the
- 21 word out, and we have federal funds to pay for that,
- 22 federal highway funds.

- 1 The stimulus money will lead to a boost in
- 2 road and highway construction and bridge
- 3 construction over the coming months. This work is
- 4 desperately needed. We have a responsibility to
- 5 make sure that no one is hurt or killed and the work
- 6 is done safely. We in the unions and the
- 7 construction industry have been working hard at this
- 8 for more than 12 years to improve safety.
- 9 Government and OSHA can do its part through better,
- 10 smarter enforcement, through requirements on
- 11 contractors who work on stimulus jobs to institute
- 12 the safety procedures that we know can make a
- 13 difference.
- 14 I hope this presentation has provided some
- 15 food for thought on what steps could and should be
- 16 taken immediately to ensure these workers go home
- 17 safely to their families. Thank you.
- 18 ACTING CHAIRMAN MIGLIACCIO: Thank you.
- 19 MR. MARKS: Again, my name is Howard
- 20 Marks. I'm with the National Asphalt Paving
- 21 Association. We represent the contractors and
- 22 producers of asphalt pavement. This industry

1 employs about 300,000 workers. That number is

- 2 probably a couple years old. Don't know what it is
- 3 today. I don't have any prepared comments that I've
- 4 submitted, but I can certainly put prepared comments
- 5 into the record.
- Just to follow up on the previous
- 7 presentation, yes, there are some significant moneys
- 8 available for immediate highway construction
- 9 projects through the stimulus package, and because
- 10 asphalt pavements comprise about 95 percent of the
- 11 paved roads in the U.S., the asphalt pavement
- 12 industry is poised to fast track some of these road
- 13 paving projects. Plus, whether it's new
- 14 construction or rehabilitation, these asphalt
- 15 pavements are very quick to construct. And as Brad
- 16 initially pointed out, this presents some unique
- 17 problems and potential issues when it comes to
- 18 worker safety in the construction zone.
- 19 Because many of these asphalt paving
- 20 projects can be conducted over the course of just a
- 21 few hours or overnight and they're often conducted
- 22 during the night time to minimize traffic

- disruptions, this poses a multitude of worker safety
- 2 issues. I believe that a number of my colleagues
- 3 here will speak a little bit more about these issues
- 4 later on this morning.
- 5 NAPA and the asphalt paving industry are
- 6 committed to ensuring that all workers engaged in
- 7 construction with these funds or any other highway
- 8 construction funds are fully protected in terms of
- 9 safety and health at the workplace, and NAPA is
- 10 committed to working with its contracting and labor
- 11 unions to ensure that this happens.
- 12 Now, getting back to the effect of the
- 13 stimulus money on asphalt paving projects, a good
- 14 portion of these funds will go toward what we call
- 15 green projects, green paving projects. I'd like to
- 16 spend a moment telling you how our industry has been
- 17 greening the blacktop, so to speak. First, asphalt
- 18 pavement is one of, if not the, most recycled
- 19 material in the United States. The term we use for
- 20 this is "RAP," R-A-P, or reclaimed asphalt pavement.
- 21 Over 80 percent of the asphalt pavement removed each
- 22 year from road widening and resurfacing is reused.

- 1 This represents about 100 million tons per year.
- 2 Plus there are a multitude of other materials that
- 3 can be recycled into asphalt pavements, things like
- 4 shingles, scrap tires, and other materials.
- 5 These are really tried and true
- 6 performance materials. They're well tested by state
- 7 transportation and federal highway agencies.
- 8 However, I have been seeing recent news clips of
- 9 some of these proposed green recyclable materials
- 10 that are being proposed to be placed or incorporated
- into asphalt pavement, things like scrap and ground
- 12 electronic parts -- I just read about this the other
- 13 day -- and other types of waste materials.
- 14 From an occupational health perspective,
- 15 this has a potential to be a little concerning.
- 16 Although the materials might perform adequately in
- 17 pavement, there is the end of life issue for the
- 18 pavement when it is milled, and whether these
- 19 materials might cause any potential occupational
- 20 hazards at that time. So I quess I'd say please
- 21 proceed with caution on adding more novel waste
- 22 materials into asphalt pavement.

- 1 Second, our industry is undergoing a
- 2 paradigm shift and the way we produce asphalt mixes.
- 3 Specifically, there are newer technologies called
- 4 warm mix that allows almost a 20 percent reduction
- 5 in the production temperature of the material that
- 6 basically is produced at 300 degrees and now we're
- 7 looking at producing it at about 250 degrees or
- 8 lower. This also equates to about a 20 percent
- 9 reduction in the fuel that's required to make the
- 10 pavement material.
- 11 This is green in two ways. First, lower
- 12 temperatures minimize airborne emissions at the
- 13 plant and at the application site on the road grade,
- 14 providing a safe and comfortable working
- 15 environment. Second, the reduction in the fuel
- 16 similarly reduces greenhouse gas emissions at the
- 17 plant.
- 18 We believe this technology will be the
- 19 industry standard in less than five years and
- 20 currently we are looking toward Congress to help
- 21 fast track its implementation.
- Third, there are a number of other asphalt

- 1 paving technologies that are basically greening the
- 2 blacktop. Specifically in the area of environmental
- 3 protection, I'll just give you one example. This is
- 4 called porous asphalt pavement. Basically, this can
- 5 provide -- it's a pavement that has the ability to
- 6 act as a horizontal water treatment system, in
- 7 effect, eliminating the need for traditional water
- 8 treatment systems. Then there's a slew of other
- 9 green pavement technologies and I can speak about
- 10 those off-line, but a lot of those have to do with
- 11 environmental issues.
- 12 So yes, the asphalt pavement industry is
- 13 looking toward an immediate increase in paving
- 14 activity, and with it brings more potential hazards
- in the work zone, more potential hazards in some of
- 16 the novel recycled or green materials that are being
- 17 proposed to be incorporated into asphalt pavements,
- 18 but also more potential to use more environmental
- 19 and worker-friendly paving materials, like with warm
- 20 mix.
- 21 Again, the asphalt pavement industry is
- 22 poised to fast track shovel-ready paving jobs and we

- 1 intend to do it in an environmentally responsible
- 2 and worker-safe manner.
- 3 Thank you for your time.
- 4 ACTING CHAIRMAN MIGLIACCIO: Thank you.
- 5 MR. RUSSELL: Hi. My name is Emmett
- 6 Rusell and I'm with the Operating Engineers
- 7 International Union. I do have a Power Point.
- 8 Hopefully it's on this computer.
- 9 Again, I'm talking about the impact to our
- 10 union on the stimulus package, not only to our
- 11 union, but to the industry as it relates to
- 12 equipment operators. Bottom line is we're going to
- 13 talk about transportation and infrastructure
- 14 spending, energy, job creation, and protecting
- 15 operating engineers.
- 16 McGraw-Hill talked about where the money
- 17 is actually going to be spent. This slide just
- 18 reiterates where the money is actually coming and
- 19 where it's going to be spent. We think that these
- 20 are the areas that will most impact our members and
- 21 other equipment operators in the industry.
- 22 Aviation, wastewater, Corps of Enginers,

- 1 federal buildings. All of these are actually
- 2 projects, mostly heavy construction except for the
- 3 buildings, and on any heavy construction projects
- 4 it's very operating engineer-dominant.
- 5 Talking about energy, there's going to be
- 6 a fair amount just spent on energy efficiency in
- 7 federal buildings, also on clean energy projects.
- 8 Again, local government will spend on
- 9 energy efficiency grants. Our Department of Defense
- 10 is actually going to invest in energy efficient
- 11 projects and to repair and modernize their
- 12 facilities, and this work would again be very heavy
- 13 for operating engineers.
- 14 Speaking about the job creation, we feel
- 15 as though the \$64 billion investment in
- 16 transportation and infrastructure will create about
- 17 1.8 million jobs and generate about \$322 billion of
- 18 economic activity. Now, in saying these numbers
- 19 we're actually talking about more than the
- 20 construction industry. We're talking about where
- 21 construction workers spend their money, where
- 22 construction workers actually get food. So even

- 1 though the money is being spent in construction, it
- 2 will actually have a major impact to our total
- 3 economy.
- 4 When we speak about job creation, our
- 5 estimate is for every \$1 billion of federal funds
- 6 invested in infrastructure it creates about 35,000
- 7 jobs and about half of those jobs will be in
- 8 construction. About one-fifth of these construction
- 9 jobs will be equipment operators, mechanics, and
- 10 equipment support personnel. Again, this is just a
- 11 rough estimate per our organization.
- 12 Getting into the specifics of how our
- 13 members are affected, in times when we have a fair
- 14 amount of unemployment, which is actually happening
- 15 now, we find that our members actually come to our
- 16 training facilities and get skill training. Part of
- 17 that is in apprenticeship training. We have a lot
- 18 of journeyperson upgrading, where operators know
- 19 that they need to expand their skills and they
- 20 actually come to our training centers looking to
- 21 expand their skills, learn how to operate different
- 22 pieces of equipment.

1 We also get involved in a lot of specialty

- 2 training. For instance, there's still a fair amount
- 3 of money being spent on gas and oil pipelines. So
- 4 we actualy have special training for our members
- 5 working in the pipeline industry.
- 6 We are finding that a lot of equipment and
- 7 a lot of projects are using GPS. We are having to
- 8 train our members on how to use GPS as it relates to
- 9 laying out projects and on equipment. Welding, CDL,
- 10 and also paving are areas among some of the major
- 11 areas where we're doing a lot of specialty training
- 12 with a number of our employed and unemployed
- 13 members.
- 14 Other areas where we're getting into a lot
- 15 more safety training. A lot more owners and
- 16 employers are requiring that our members actually
- 17 come to the site with OSHA 10 training. A lot of
- 18 the stimulus money is going to require HAZMAT
- 19 training. We're also continuing to get more into
- 20 MSHA training. As most of you know, MSHA mandates
- 21 training as relates to our employers. We're
- 22 increasing trench and excavation safety training,

- 1 and then specifically on roadway safety training.
- 2 Not only are we doing roadway safety training at our
- 3 training sites, this is an area where we are
- 4 expanding what we consider to be our old model. Our
- 5 old model is that we primarily trained at our
- 6 training centers within our union. On roadway
- 7 safety we are finding that we're actually partnering
- 8 more with the contractors and doing more training or
- 9 encouraging our contractors to do more safety
- 10 training on site. So this is an area where we are
- 11 deviating and actually doing more on-site training
- 12 with our contractors.
- 13 An area where we know that we've had a
- 14 number of problems, which has been on the crane
- 15 accidents, and we are increasing our crane training
- 16 and operator certification. We know that an area
- 17 that will demand some attention -- for instance,
- 18 we're dealing with OSHA in terms of developing a new
- 19 OSHA crane regulation. Myself and my union feel as
- 20 though this OSHA crane regulation is actually good
- 21 enough in the current status not to deal with it as
- 22 a proposed regulation, but actually deal with it as

- 1 an actual training piece, where we can actually
- 2 start training our operators.
- 3 The regulation is actually good enough to
- 4 be used as a best practice and actually start
- 5 training on that regulation as a best practice
- 6 document. So we're looking to actually roll out a
- 7 lot of training or at least start developing
- 8 training on the new OSHA crane standard right now as
- 9 the best practice document, and I would encourage
- 10 anyone to look at that document as a best practice
- 11 document and actually start training crane operators
- 12 now based on the proposed standard.
- 13 Also, we're getting into a lot more
- 14 training with signal persons and rigger training.
- 15 Specifically as it relates to operating
- 16 engineers, I'd like to bring up a number of other
- 17 areas. Again, right now we're experiencing a fair
- 18 amount of unemployment, and with the unemployment we
- 19 feel as though that is now an area where our members
- 20 actually use that as a time where they can actually
- 21 come and get additional skills training.
- We feel as though the stimulus package is

- 1 going to generate a number of issues, and those
- 2 issues will be a lot of shift work, a lot of night
- 3 work. For instance, we feel in terms of manning the
- 4 projects that having enough workers for the projects
- 5 is not going to be a problem, but our workers may
- 6 have to travel to where the work is. And instead of
- 7 actually staying in what might be considered
- 8 traditional areas that they've been used to working,
- 9 they may have to start doing some traveling.
- 10 Also, as a result of the economy a number
- 11 of our pension programs have actually had some
- 12 problems. So a number of workers who would normally
- 13 be retiring now as a result of being eligible for
- 14 retirement are actually looking at working longer.
- 15 So we think that the aging issue is going to affect
- 16 our workers in the near future.
- 17 Also, a number of our health and welfare
- 18 programs have actually had to make some adjustments
- 19 as a result of the economy. So we think that as it
- 20 relates to worker health, not necessarily on the
- 21 job, but we think that that's an area that may
- 22 receive some effect as a result of the economy and a

- 1 lot of work actually going on in the area generated
- 2 by the stimulus package.
- With that, that gives you a quick overview
- 4 of what we think will be the future for the
- 5 operating engineers as it relates to some effect of
- 6 the economy and the stimulus package.
- 7 ACTING CHAIRMAN MIGLIACCIO: Thank you.
- 8 MR. ELISBURG: I wonder whether you all
- 9 might have some questions on this part, and maybe
- 10 give us a chance to set up during your break for
- 11 some of the safety stuff we want to show you.
- 12 ACTING CHAIRMAN MIGLIACCIO: Are there any
- 13 questions at this time?
- 14 MR. BIERSNER: Do any of you have exhibits
- 15 -- do you have a question?
- MR. BEAUREGARD: I have a question. This
- 17 question is for Scott. I was just wondering if you
- 18 could give us a really brief overview of your
- 19 roadway safety program? Is that the DVD that you
- 20 developed?
- 21 MR. SCHNEIDER: No, it's a CD-ROM. But we
- 22 were going to do that right after the break. We're

- 1 going to go over and show people the program and we
- 2 can discuss it.
- 3 MR. SHANAHAN: Frank, I've got a question.
- 4 Scott, I had a question. This is Tom
- 5 Shanahan with NRCA. When you were talking I was --
- 6 I wonder if you were implying or saying directly
- 7 that the moneys that was being spent on the stimulus
- 8 package, for example, part of that should be
- 9 allocated towards ensuring that safety occurs? Were
- 10 you making a tie that way?
- 11 MR. SCHNEIDER: Well, what I was saying
- 12 was two things. One of them is I think the money
- 13 can come with strings attached, where the Federal
- 14 Government can say, if you want to do a project
- 15 that's funded by stimulus moneys, you need to do X,
- 16 Y, Z, and require certain -- make certain and meet
- 17 certain requirements.
- 18 The second thing is, as we said on the
- 19 highway, for highway projects, federal highway now
- 20 does require that all bids that are -- all contracts
- 21 that are let have to include a line item for safety,
- 22 so that when someone's bidding on the contract

- 1 there's no cutting corners in terms of safety
- 2 equipment, etcetera, money for concrete barriers,
- 3 etcetera. So that's already in. That occurred
- 4 because of the bill that came out, SAFETY-LU. When
- 5 was that, two years ago? 2006. So that as of
- 6 December of this year, that requirement went into
- 7 effect. So that's we think an important step in the
- 8 right direction.
- 9 MR. SHANAHAN: So there is some precedent
- 10 for it, is what you're saying, but in the particular
- 11 package there is not?
- 12 MR. SCHNEIDER: I don't think the bill
- 13 itself had anything, but I think certainly the
- 14 Federal Government can step in and say certain
- things need to be done on these projects if you're
- 16 going to use federal money. It's just like they're
- 17 saying now to banks, etcetera, that if you're taking
- 18 this money you have to do X, Y, Z, certain things.
- 19 MR. SHANAHAN: Right.
- 20 MR. SCHNEIDER: And I think it could be a
- 21 good opportunity for the Federal Government to say,
- 22 okay, these projects, we're going to make sure

- 1 they're done safely by requiring certain steps be
- 2 taken.
- 3 MR. SHANAHAN: I have one more question --
- 4 MR. MARKS: I'd like to follow up. There
- 5 are certain steps to take, including for example
- 6 this thing called Subpart K which FHWA put out,
- 7 which really starts to address more specifically
- 8 some of the safety issues associated with
- 9 construction activities. We're going to talk a
- 10 little bit about that later.
- 11 MR. SHANAHAN: Howard, I actually had a
- 12 question for you as well. You mentioned in your
- 13 report the desire to put more things in the road. I
- 14 just wondered two things. One of them is, is there
- 15 any performance testing that's already been done, so
- 16 that you know that the road will perform well,
- 17 because if it's breaking down you may have safety
- 18 issues as a result of failure of the product itself.
- 19 And have like CRN or chrome rubber and
- 20 things that you've been using in the past, have
- 21 those been performing well, so that you know that
- 22 recycled materials really do perform well?

- 1 MR. SCHNEIDER: I think, first of all,
- there are performance requirements, but they're
- 3 primarily at the
- 4 federal and state level. So when you start to get
- 5 into commercial applications and-or low volume
- 6 roads, for example county roads and stuff, there are
- 7 very, very few performance requirements, so to
- 8 speak. Things like chrome rubber, RAP, and even in
- 9 some cases glass and stuff like that, they have
- 10 been evaluated from a performance characteristics,
- 11 especially chrome rubber, because that is a large
- 12 waste stream of material. It has been used
- 13 historically in the past and these agencies have
- 14 looked at the use of that in the future and have
- 15 basically come up with recommendations on what needs
- 16 to be done to the mix design, etcetera.
- 17 Similarly, they're going through this warm
- 18 mix technology, but really looking very specifically
- 19 at the mix design to ensure that the roads will last
- 20 as long as they normally do.
- 21 Now, when it comes to these other types of
- 22 construction waste materials, like for example I saw

1 that news article on electronic circuit boards that

- 2 are ground up and put in pavement, in the past
- 3 there's been some hazardous waste issues associated
- 4 with pavement. For example, EPA has some beneficial
- 5 reuse requirements. They like to put things in
- 6 pavement, both concrete and asphalt, because it
- 7 basically encapsulates the material. It's
- 8 waterproof, it encapsulates it.
- 9 The problem is long-term what happens when
- 10 you start to grind the material up or mill the
- 11 material up to reuse. That creates some issues. So
- 12 I don't think that either the highway agencies or
- 13 the occupational agencies have really taken a hard
- 14 look at that particular issue.
- MR. SHANAHAN: Right, I understood that.
- 16 But I was just wondering if aggregate, the chopped-
- 17 up computer parts survive. I'm just thinking in
- 18 terms before you can get to recycling, just potholes
- 19 and different things that would create other safety
- 20 hazards.
- 21 MR. SCHNEIDER: Yes, the performance
- 22 issue. It depends on the kind of road traffic

- 1 you're going to have. On low volume roads, because
- 2 there are very few performance requirements, they'll
- 3 probably be fine if you really wanted to incorporate
- 4 that kind of waste material in a product.
- 5 ACTING CHAIRMAN MIGLIACCIO: Walter.
- 6 MR. JONES: During your presentation, you
- 7 talked about the fact that roadway work has some
- 8 inherent problems associated with it due to the fact
- 9 that it's done on the road and the space is small.
- 10 Our prior presenter said that the majority of work
- 11 is going to be done on the road, so this committee
- is probably looking at that's where the majority of
- our hazards are going to be coming from, or
- 14 exposures to workers. This committee spends a lot
- 15 of time on worker training issues.
- 16 Can you or Scott talk about the need for
- 17 supervisory training and preplanning, so that we
- 18 could address some of these issues ahead of time,
- 19 instead of workers finding themselves in situations
- 20 that are hazardous and then trying to adapt?
- 21 MR. SANT: Sure. I think what we have
- 22 done as a group for a number of years, as you're

- 1 aware, is preparing materials that are easily used
- 2 and easily incorporated. I think as far as content-
- 3 wise, we have developed a lot of good stuff and
- 4 probably a lot of what needs to be done. It's now
- 5 the challenge is in the delivery.
- I think one of the major efforts that we
- 7 will be doing right now is working with the state
- 8 DOTs to try -- it gets back. Let me take a step
- 9 back. It gets back to how do you ensure that those
- 10 contractors who really are taking a good effort to
- 11 improve safety on a project are not undercut by
- 12 those who could care less. It's the same problem we
- 13 see in all aspects of the industry.
- 14 As was mentioned before, we made a step
- 15 forward with that with the new federal highway
- 16 regulation that at least requires the states to look
- 17 at the safety aspect and consider it separate and
- 18 apart from the other bid issues. So again, while
- 19 that doesn't go to training at this point, it really
- 20 goes with traffic control and with positive
- 21 separation and those types of things, I think you
- 22 begin to see a precedent for looking at asphalt and

1 have the DOTs at least become more engaged as an

- 2 owner in what goes on on their projects.
- 3 So one of the steps we're now taking is
- 4 now we're working with the DOTs who are now a
- 5 partner with us, at least through their national
- 6 association, ASHTO, in developing the roadway safety
- 7 program, to work with them and actually have the
- 8 owners encourage more of this training to go on
- 9 through their contractors through contract
- 10 requirements. So that's kind of a step that we're
- 11 getting into and hope to do to have more effort.
- So it's getting owners to have a more,
- 13 higher involvement in the safety and ensuring that
- 14 if one contractor is doing it all of them are doing
- 15 it, and to level that playing field. I think that
- 16 will get to some of the supervisory level training
- 17 because it's getting to the attention of the owners
- 18 of the country.
- 19 MR. ELISBURG: Could I further comment on
- 20 that, Walter?
- MR. RUSSELL: Please.
- 22 MR. ELISBURG: One of the advantages of

- 1 having this series of consortiums or partnerships is
- 2 that over the years you get to spend a lot of time
- 3 thinking about where are you going with all of it.
- 4 As this program, which you'll see in a little bit,
- 5 has evolved, we've gone from kind of a simple
- 6 awareness situation for the workers on the jobs to a
- 7 whole series of how do you reach out to supervisors,
- 8 foremen, how do you reach out to compliance
- 9 assistance people, how do you reach out to state and
- 10 local and federal DOT people, how do you deal with
- 11 both state and federal OSHA.
- 12 Conceptually what we've tried to look at
- 13 is to have materials that get everybody on the same
- 14 page. How a worker is trained, as it were, what you
- 15 present for things like night work, all right, or
- 16 backups and rollovers, may be different in how you
- 17 present it to the supervisor or to the compliance
- 18 person, but it's focusing on the same issues. So
- 19 that everybody who's looking at this stuff knows,
- 20 here are the problems on the job site. And we've
- 21 spent enough time in developing all of these modules
- 22 and vetting it with everybody in the world to make

- 1 sure that everybody was in agreement that we have
- 2 put our arms, with everybody's assistance, OSHA and
- 3 NIOSH and so forth, around us, so we know what the
- 4 issues are on these work sites.
- What we're trying to do now is get across
- 6 to everybody in the system, from the basic worker
- 7 all the way up to the people who are doing the
- 8 inspections, here are the things that kill people,
- 9 here are the things where the injuries are, here is
- 10 where we need everybody to be focusing.
- 11 As a matter of fact, one of the things we
- 12 did a few years ago, the original materials were
- 13 very carefully drafted without having reference to
- 14 regulations and statutes, the MUCTD and the FHWA.
- 15 When we began to work on using this as a training
- 16 vehicle, for example, for OSHA compliance officers,
- 17 with OSHA's help we put a version in to click on and
- 18 you get the rules and regulations that cover
- 19 particular issues.
- It turns out now that almost everybody
- 21 likes that version. But the idea was as you kept
- 22 getting perhaps a little more sophisticated in terms

of the levels of requirements, we're beginning to

- 2 say, all right, here's what the managers have to
- 3 have, here's what the regulators have to have,
- 4 here's what the workers have to have. But it's kind
- 5 of a holistic effort at dealing with this.
- 6 That's probably more than you wanted to
- 7 know.
- 8 MR. RUSSELL: No, that's perfect.
- 9 ACTING CHAIRMAN MIGLIACCIO: Mike?
- 10 MR. BUCHET: No, thank you, Mr. Chairman.
- 11 (No response.)
- 12 MR. BIERSNER: A housekeeping matter.
- 13 Which of you has a document you want to submit to
- 14 the docket? I have Mr. Schneider's. Mr. Russell, I
- 15 understand that you have your Power Point on a disk.
- 16 We're going to make a copy of that for the record.
- 17 Mr. Marks?
- MR. MARKS: Correct.
- 19 MR. BIERSNER: Have you already submitted
- 20 your remarks?
- MR. MARKS: No, I have not.
- 22 MR. BIERSNER: Would you submit them to me

- 1 after we recess for the break?
- 2 MR. MARKS: Yes.
- 3 MR. BIERSNER: Okay.
- 4 MR. ELISBURG: I think we're also going to
- 5 submit to you our CD and some of that stuff.
- 6 MR. BIERSNER: Okay, we'll do that. I'll
- 7 do that after the break. I assume we'll have a
- 8 break next.
- 9 So for the record, I will admit Mr.
- 10 Schneider's remarks as Exhibit 0029, Mr. Russell's
- 11 Power Point as 0030, and Mr. Marks' remarks as
- 12 Exhibit 0031 in the previously designated docket.
- 13 ACTING CHAIRMAN MIGLIACCIO: At this time
- 14 we'll take a 15-minute break. Everybody be back at
- 15 25 after 10:00 and we will start promptly at 25
- 16 after.
- 17 (Recess from 10:11 a.m. to 10:30 a.m.)
- 18 ACTING CHAIRMAN MIGLIACCIO: We have a
- 19 little bit of housekeeping to take care of from
- 20 yesterday. I'll entertain a motion to accept the
- 21 OTI's work group.
- MR. KAVICKY: Mr. Chairman --

- 1 ACTING CHAIRMAN MIGLIACCIO: Will the
- 2 meeting come to order.
- 3 MR. KAVICKY: Mr. Chairman, I make the
- 4 motion that ACCOSH committee accept the minutes of
- 5 the OTI work group report.
- 6 ACTING CHAIRMAN MIGLIACCIO: Do I have a
- 7 second?
- 8 VOICE: Second.
- 9 ACTING CHAIRMAN MIGLIACCIO: Any questions
- 10 or discussion?
- 11 (No response.)
- 12 MR. SHANAHAN: Frank, there is one thing.
- 13 The minutes don't reflect the activity at the
- 14 meeting yesterday. I'm sure that's on the record
- 15 already, but just to kind of tie those two things
- 16 together.
- 17 ACTING CHAIRMAN MIGLIACCIO: Okay. All in
- 18 favor say aye.
- (Chorus of ayes.)
- 20 ACTING CHAIRMAN MIGLIACCIO: Opposed, the
- 21 same.
- (No response.)

- 1 ACTING CHAIRMAN MIGLIACCIO: Accepted.
- 2 MR. BIERSNER: Mr. Chairman, I would admit
- 3 a copy of the minutes of the OTI work group meeting
- 4 of April 19th, 2009, into the docket, into the
- 5 previously identified docket, as Exhibit No. 0033.
- 6 ACTING CHAIRMAN MIGLIACCIO: Thank you.
- 7 Mike, how are we coming?
- 8 MR. BUCHET: They're going to go and we're
- 9 going to keep trying to load the program.
- 10 ACTING CHAIRMAN MIGLIACCIO: All right,
- 11 we'll continue with our presentation.
- 12 MR. ELISBURG: Mr. Chairman, we'd like now
- 13 to, as our group, to give you something of an
- 14 overview of the training materials that we've
- 15 developed on highway work zones. It's a product of
- 16 almost ten years now of working together, as well as
- individually, in trying to pull together this work
- 18 zone issue. It represents six or seven years or
- 19 funding from OSHA through its Harwood grant program.
- 20 It represents -- we're in the middle of a four-year
- 21 multi-million dollar grant from the Federal Highway
- 22 Administration.

1 There are a lot of pieces to it. One is

- 2 sort of the fundamental, what we call awareness
- 3 course, which has now, like Topsy, just grown, to
- 4 work that we did in connection with the Subpart K,
- 5 and work that we did in developing a very specific
- 6 disaster response with respect to highway work zones
- 7 in disaster situations, and work that we've been
- 8 doing through our silica partnership involving the
- 9 question of potential exposure from highway milling
- 10 machines.
- 11 So we're going to try to give you kind of
- 12 a montage of what this is all about: We're going to
- 13 begin with Brad trying to give you the overview of
- 14 where the course is and how we've developed it.
- 15 Then Emmett Russell is going to pick up on a couple
- of pieces to give a little bit of a demo of how it
- 17 works.
- 18 Brad is -- excuse me. Then Scott will
- 19 pick up on a little bit more and some of the other
- 20 bells and whistles we have and training tools. Then
- 21 we're going to talk a little bit more about the
- 22 Subpart K, and then we'd like to show you a very

- 1 short video on our silica partnership to show how
- 2 that's working between the labor, management, and
- 3 government on a very important issue involving the
- 4 milling machines.
- 5 Brad.
- 6 ACTING CHAIRMAN MIGLIACCIO: If the panel
- 7 just remember, just leave yourself enough time at
- 8 the end for questions.
- 9 MR. ELISBURG: Right. We'll try to get
- 10 out of here by 11:05 or so.
- 11 MR. SANT: We'll move very quickly. As
- 12 Don mentioned, this consortia started with ARTBA,
- 13 NAPA, Laborers, Operating Engineers, a number of
- 14 years ago and has expanded over time. It started as
- 15 -- well, at least this training program started
- 16 through a Harwood grant and, as we mentioned, it's
- 17 grown. So that's what we just want to show you.
- 18 As we mentioned, the group started with
- 19 four organizations and it's now expanded
- 20 significantly using consultants. The Laborers and
- 21 AGC Training and Education Fund is now part. We
- 22 also are pleased to have the American Association of

- 1 State Highway and Transportation Officials, or
- 2 ASHTO. That is the association of every state DOT
- 3 in the country. CNA Insurance. The Texas
- 4 Transportation Institute is a partner, and they're
- 5 also a partner with us in working the work zone
- 6 clearinghouse. Some of you may be familiar with
- 7 that -- as well as NIOSH has worked with us as an
- 8 associate member and adviser.
- 9 What we initially started to do is design
- 10 a program, a basic program that would be refresher
- 11 training, orientation training, focusing on common
- 12 hazards and injuries in the industry. It was
- 13 developed in a series of modules and designed for
- 14 like toolbox talks. Scott can show you a little bit
- of the multi-media formats that this was developed
- 16 to make it available in a number of different ways.
- 17 We'll get to that slide in just a minute.
- 18 Also, it contained ways to evaluate the
- 19 training and its effectiveness and success.
- 20 As I mentioned, this can be done in an
- 21 interactive classroom type setting, but we'll
- 22 demonstrate the CD, which is pretty in depth, with a

- 1 lot of modules and demonstrations and bells and
- 2 whistles, Internet access. But it also can be done
- 3 very simply. I'll let Scott show some of the
- 4 different ways that this training can be provided.
- 5 MR. SCHNEIDER: We do have a student
- 6 booklet that summarizes the program. This is the
- 7 Spanish version. The booklet, we have them -- well,
- 8 we're going to be printing new materials. These are
- 9 the old materials. The new materials will be out
- 10 next month. We have it in English, Spanish, and
- 11 Portuguese.
- 12 I'll pass these around. You can take a
- 13 look at it. Each of the modules has a brochure, a
- 14 little trifold. So if you want to just teach one
- 15 module, like runovers and backovers, we have a
- 16 toolbox talk brochure for each of the modules, and
- 17 I'll pass those around. We have them in English,
- 18 Spanish, and Portuguese.
- 19 There is an instructor's guide that talks,
- 20 tells the instructor about each of the modules and
- 21 gives them tips on what they can do in teaching this
- 22 module, things they need to point out or ask.

Then lastly I wanted to mention, we 1 understand that a lot of training goes on in 2 construction not in a classroom. 3 You may be 4 standing at the job site, on the back of a pickup truck. So we developed a poster-sized version of 5 each module like this. They're English on one side 6 7 and Spanish on the reverse. They're laminated, and most of these modules, the orientation modules are 9 about four slides long. So you can take out these four slides on runovers and backovers and flip 10 through them and do a toolbox talk for 15 minutes on 11 12 the back of a pickup truck. 13 So I'll pass these around, and I'll have 14 these here for people to look at when they're ready. All these materials can be printed from the CD 15 16 except for the posters. MR. SANT: So they're if you don't have 17 pdf format. it's on the CD. 18 these printed ones and we can't provide them, you 19 can print your own. Again, all this stuff is public 20 domain. It is free of charge, as well as the information that we mentioned. There you see a web 2.1 2.2 site, www.workzonesafety.org. That's the Work Zone

- 1 Clearinghouse.
- If you don't get a copy of the CD, you can
- 3 actually download the program via the clearinghouse.
- 4 If you're doing all the language and audio modules
- 5 it'll take a bit of time, but it's all available to
- 6 be used.
- As we mentioned, it started out as a very
- 8 basic program, but we've now expanded it to include
- 9 20-plus modules. The selection of these modules was
- 10 based on real information that we received from BLS
- 11 data, from insurance claims data. These are the
- 12 things that are hurting and killing workers in the
- 13 road construction industry, and we've addressed the
- 14 main ways to deal with those.
- In addition, the basic ones were set up
- 16 through OSHA funding, which the most recent one with
- 17 OSHA's funding was the disaster response module.
- 18 It's a pretty detailed way to deal with natural,
- 19 manmade disasters in roadway construction. But we
- 20 also now, with Federal Highway support, have
- 21 expanded our runovers and backovers modules,
- 22 multiple night work modules, even modules that deal

- 1 with temporary traffic control, how to set up cones
- 2 and barrels and whatever on the side of the roadway,
- 3 with graphics to explain that and demonstrate that,
- 4 as well as animated portions from the, they call
- 5 them, typical applications from the manual on
- 6 uniform traffic control devices, which show you how
- 7 to set up traffic control in various situations. So
- 8 all that is now on the CD in the new version.
- As we mentioned, it's multiple lingual.
- 10 You can switch simultaneously between English,
- 11 Spanish, and Portuguese. We'll show you that.
- 12 There are even audio files so you can click, and if
- 13 you don't speak Spanish or Portuguese or English,
- 14 you can click the audio file and it will read the
- 15 slides for you.
- 16 Again, it's very interactive. A lot of
- 17 demonstration. So you're not just teaching; you're
- 18 actually showing them through interactive
- 19 demonstrations various types of situations, to make
- 20 it a little more real than just words.
- 21 We mentioned we've added new topics to
- 22 this: temporary traffic control, night work,

- 1 runovers and backovers, disaster response. Again,
- 2 this interactive training and automated guidance
- 3 here. You're seeing how to set up a shift taper and
- 4 what are the specs. You can change the speed
- 5 limits, you can change the road design, and it'll
- 6 automatically recalculate how that's all set up.
- 7 Again, this is a very brief overview. All
- 8 this is available through the clearinghouse. You
- 9 can download that at workzonesafety.org.
- 10 Oh, yes. What we're going to demonstrate
- 11 to you is our beta version. It just arrived this
- 12 morning, our new Version 9. We found a couple of
- 13 bugs in it still. However, that will be available
- 14 within a few days. But we have our Version 8 here
- 15 that is fully operational, and it does contain all
- 16 the modules without the new ones. Now those are
- 17 here for making available to the members of the
- 18 committee first who may want them, and if not,
- 19 others after.
- 20 How we have done this, a lot of work has
- 21 gone on through this program. We've trained
- 22 thousands of people directly, some of these in other

- 1 programs as well through the federal highway grant,
- which has included OSHA ten-hour training, the
- 3 roadway safety training, and other work zone safety.
- 4 Also, with the support of the contract
- 5 that we have with Federal Highway, we've been
- 6 working on the new ANSI A-10 standard for roadway
- 7 construction. That's in its final phases of
- 8 completion. And also new guidance documents dealing
- 9 with work zone controls for motorcycle riders,
- 10 construction vehicle access and egress from work
- 11 sites, which is a very dangerous situation, speed
- 12 limit and speed management, and Subpart K, as we've
- 13 mentioned.
- 14 So that's kind of a brief, let's you know
- 15 what we're going to show you, and now we're going to
- 16 show it to you.
- 17 I'd just like to say that one of the
- 18 connections you asked was how does this all work
- 19 with the stimulus program. What we have here -- and
- 20 we're kind of going through it in a -- if you could
- 21 just leave that slide up. Right there is a good
- 22 example. We have developed now something for

- 1 everyone. We have developed now for basic training,
- 2 we have developed now for people who are just
- 3 entering the work force.
- From the instructor's point of view, they
- 5 can set this up for a simple class that would be a
- 6 few hours. They can even take it module by module
- 7 in 10 or 15 minutes. They can do more
- 8 sophisticated, as larger companies are doing, and
- 9 turn it into a one-day course, a two-day course, a
- 10 three-day course. You can go as deep as you want
- 11 here depending on the need.
- 12 It is multi-language in that it's English,
- 13 Spanish, and Portuguese. It's very interactive. It
- 14 has a lot of demos to it. Therefore, we're, as the
- 15 folks testified this morning, we're expecting a very
- 16 diverse group of people to be coming into the arena
- 17 with all this money, and therefore this is the kind
- 18 of course that can be adopted to whoever you need to
- 19 adopt it to.
- Our first demo on it is going to be Emmett
- 21 Russell. It's all yours.
- MR. RUSSELL: You first.

- 1 MR. SANT: Just very quickly, you'll
- 2 notice that after you install this across the top
- 3 there's a number of tabs here. The tab here is one
- 4 you can set module order. Tab two here, eventually
- 5 as we do updates to the program you'll be able to
- 6 click on this. It'll tell you whether you have the
- 7 most recent versions, and if you're hooked up to the
- 8 Internet then you'll be able to download a newer
- 9 version that's available.
- 10 This screen setup just allows you to
- 11 customize it for your computer. Compliance options.
- 12 If you want to add compliance options, you click
- 13 here. This will show you any relevant OSHA standard
- 14 as applied to a certain hazard that may be
- 15 discussed. As well, you can do it individually or
- 16 pick any state and it'll show you any specific state
- 17 regulations that apply to those hazards as well. So
- 18 those are all options that are available.
- 19 You can use quiz settings. It has quizzes
- 20 at the beginning and end of each module. If you by
- 21 chance have what they call audience response
- 22 systems, kind of the little remote controls that

- 1 allow participants in a class to click answers, it's
- 2 set up to use that system as well. So you can make
- 3 it very interactive.
- 4 Again, units of measure; it'll switch
- 5 between metric and English. Then, as we mentioned,
- 6 this is where -- from this menu you can pick and
- 7 it'll print any of those materials that we handed
- 8 around the class, send them to Kinkos, however you
- 9 want to do it.
- 10 So anyway, that's kind of a quick overview
- 11 of how it works. We'll go ahead and start the
- 12 program. I'm going to turn up the audio a little
- 13 bit so you can see some of those features.
- 14 (Musical introduction.)
- Go ahead, Emmett.
- MR. RUSSELL: This is actually the star
- 17 screen. If we can, let's go to the next screen,
- 18 Brad. This shows everyone who's been involved in
- 19 developing the roadway safety program.
- 20 Next screen. Every one of the screens
- 21 comes -- every one of the modules actually asks a
- 22 question, and then the next screens actually will

- 1 answer those questions.
- 2 Can we put in some sound, Brad, so they
- 3 can see how the program will actually read?
- 4 MR. SANT: Look down there on the bottom
- 5 under voice.
- 6 MR. RUSSELL: Okay.
- 7 MODERATOR: "We are made aware of the
- 8 hazard. We are given ways to avoid the hazards. We
- 9 raise safety concerns with our supervisors."
- 10 MR. RUSSELL: Let's change the language to
- 11 Spanish.
- 12 (Moderator's voice in Spanish.)
- 13 MR. RUSSELL: The big advantage with the
- 14 program is you can change the languages. We can
- 15 change to Portuguese, and again the program will
- 16 actually read Portuguese for you. So if you're
- 17 dealing with a Spanish or Portuguese language
- 18 training crowd --
- 19 (Moderator's voice in Portuguese.)
- 20 MR. RUSSELL: Let's go back to English.
- 21 MODERATOR: Ask for instructions if you
- 22 don't understand.

- 1 MR. RUSSELL: Again, you're going to be
- 2 able to get a copy of the CD, but we'd like to just
- 3 go through.
- 4 Now we'd like to go to runover-backovers.
- 5 MODERATOR: "Can we be safe near equipment
- 6 and traffic?"
- 7 MR. SANT: We'll turn the audio off.
- 8 MR. RUSSELL: Right. Then we'll go on to
- 9 the next slide.
- 10 As you see, there's a button there,
- 11 "Demo," on each of the slides. On a lot of the
- 12 slides we actually have demos built in, where you
- 13 can actually go to a demo. This is a demo where we
- 14 actually have a diversion in a roadway.
- 15 Brad, do you want to just carry them
- 16 through that? MR. SANT: Sure. This
- 17 is taken from a typical application from the NUTCD.
- 18 What this is showing is how you might set up traffic
- 19 control if you were going to replace a bridge on
- 20 those eastbound lanes and divert the traffic over
- 21 onto the westbound lanes.
- 22 So what it does is it'll give you all the

- 1 potential signs that need to be used in setting up
- 2 that traffic control, and allows you to drag and
- 3 drop them to where they would properly go. So if
- 4 you're in a class setting, it can be kind of a fun
- 5 quiz or interactive. You can make it simple. "End
- 6 roadwork," you know that's probably going to go at
- 7 the end of the site. So if you put it where it's
- 8 supposed to go, it sticks. If you take a sign and
- 9 you put it and it doesn't go there, it simply drops
- 10 back to its position until you get it right.
- 11 Again, if you can't figure it out you can
- 12 click and it'll show you where all the signs go.
- 13 There's eastbound signs, and you can do westbound
- 14 signs as well. So just an interesting way to make
- 15 the traffic control more understandable and teach
- 16 people how to set it up.
- 17 MR. RUSSELL: Next slide.
- 18 Again, this slide, you actually get into
- 19 the different classes of vests, safety vests. When
- 20 you put your cursor over each one of the vests, it
- 21 actually gives you a description for that vest
- 22 class: class 1, class 2, class 3. So that anyone

1 who might have -- would like to know the differences

- 2 between the different type vests, it'll actually
- 3 give that to you.
- 4 Next.
- 5 Dealing with construction equipment, we
- 6 have a demo here. This is what we call the blind
- 7 spot demo, developed by NIOSH. On the NIOSH web
- 8 site they actually have a lot more examples than
- 9 this single example. But on this slide, if you were
- 10 to look at the top you'll see the operator's seat
- 11 and you'll actually notice what the operator sees.
- 12 On the bottom you'll actually see a person
- 13 behind the equipment or in the blind spot of the
- 14 equipment, and you can actually train a worker, what
- 15 the operator sees and where the blind spots are.
- 16 Now, in that position if you look in the mirror,
- operator's mirror, you'll actually see the person in
- 18 the operator's mirror. If you go in the shaded
- 19 areas, you'll see the person leave the operator's
- 20 view.
- This is an excellent way to actually train
- 22 workers where to be, where not to be, in relation to

- 1 understanding equipment blind spots and what the
- 2 operator can actually see on the project.
- 3 MR. BUCHET: Are you working to include
- 4 more types of equipment?
- 5 MR. RUSSELL: On the NIOSH web site, they
- 6 actually have a number of different pieces of
- 7 equipment and the blind spots generated by those
- 8 different pieces of equipment. So again, we would
- 9 encourage you to go to the NIOSH web site. Use this
- 10 as a start, and you can use the web site, where you
- 11 can actually see the blind spots generated by all
- 12 kinds of different types of equipment.
- MR. SANT: Actually, Mike, we just
- 14 completed an expanded version of this module that
- 15 includes I think about a dozen different pieces of
- 16 equipment. For each one, you can click on it and
- 17 see what the blind spot is behind it.
- 18 MR. RUSSELL: Next, can we go real quickly
- 19 to operator safety. Again, the same demo is here as
- 20 it relates to blind spots. But it'll give you a lot
- 21 of points in terms of what operators should know in
- 22 terms of being safe on equipment.

- 1 Again, when you're teaching this course
- 2 you can switch between the languages at any time.
- 3 It'll actually use the voice at any time. Again, we
- 4 have actually embedded the different demos.
- 5 One more, which is the same demo we showed
- 6 before.
- 7 MR. SANT: Do you want to just go to the
- 8 flagger one and show that demo?
- 9 MR. RUSSELL: Yes, we can.
- 10 MR. SANT: What we can do is you can
- 11 change -- as you saw, you can set the program order
- 12 and change those around. But if by chance you've
- 13 set that up and you want to deviate from what you've
- 14 shown, you can go up here to this little bix on the
- 15 top corner and pick any of the modules that are
- 16 available and jump to that.
- 17 One of the interesting demos is in the
- 18 flagger module, so we'll jump over there.
- 19 MR. RUSSELL: This is just something. You
- 20 know, one of the things that people don't really
- 21 understand or don't have an appreciation of, when we
- 22 talk about risk communication, how important that

- 1 is, is how long it takes for a car to stop if it's
- 2 traveling at such and such a speed. So we have this
- demo, which is one of the first ones we developed,
- 4 and you can set the car speed, say for 65 miles an
- 5 hour. You can set it for dry pavement or wet or
- 6 gravel or packed snow or ice. Then you can click
- 7 the brake button and it shows how long it takes for
- 8 that car to stop.
- 9 You can see, well, if it takes about 500
- 10 feet -- or you can also change it to meters. But if
- it's on wet pavement, you can see the difference.
- 12 Click "Start" again, and then you hit the brake
- 13 button. It's considerably longer, almost twice as
- 14 much on wet pavement.
- 15 You can actually set it for 80 miles an
- 16 hour on ice and sleet, in which case -- so if you
- 17 click the brake, it doesn't stop.
- 18 Let me say this. This module trains a
- 19 flagger. For instance, when you have a flagger on
- 20 the highway, based on the speed, based on the
- 21 conditions, and the flagger has to stop the traffic,
- 22 the flagger has to make a judgment as to where they

- 1 have to stand, how far in advance the motorist has
- 2 to see them so they'll have to be -- so they'll be
- 3 able to stop the traffic in enough time to protect
- 4 construction workers.
- 5 MR. SANT: We're going to wrap up now, but
- 6 as you can see there's an enormous amount of stuff.
- 7 If you look at all the different modules, we have a
- 8 lot of stuff in here that is relevant not just to
- 9 road work. We have a demonstration for trenching
- 10 safety that shows how quickly a trench can collapse
- 11 and what the weight of the soil is and the force of
- 12 impact. We have demonstrations for 'noise and
- 13 hearing loss that show people what it sounds like if
- 14 you have hearing loss or tinnitis. We have lots of
- other stuff in this module, in these modules, on
- 16 lifting hazards. We have typical application
- 17 basics.
- 18 We've got just an enormous amount of stuff
- 19 stuffed into this one CD-ROM. So I hope when we'll
- 20 get the new version out, my guess is by early May,
- 21 and we will make sure we send copies to everybody on
- 22 the ACCOSH. Sincerely, if anybody wants copies for

- 1 their company, to give to their clients, or wants
- 2 copies for their state program, we'd be happy to
- 3 provide copies. We're going to print thousands of
- 4 these, and the ancillary materials that go with
- 5 them.
- 6 MR. ELISBURG: We have two more things
- 7 we'd like to do before we wrap up here. Mike,
- 8 you're going to help us run our video. But before
- 9 we do that, we did have this module on disaster
- 10 response. We developed it as a module and we now
- 11 actually have it as a stand-alone.
- 12 What it is -- and it was used quite
- 13 extensively in the hurricane issues and the flooding
- 14 issues and so forth -- is that almost the first
- thing that happens with a disaster is they call
- 16 crews out to work on the roads and highways. What
- 17 we've developed is a module that helps the workers
- 18 understand that they're doing their regular highway
- 19 work in an entirely different environment, entirely
- 20 different safety and health hazards, under an
- 21 entirely different supervisory structure involving
- 22 incident commands and people in jeeps and all kinds

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1 of stuff.

- 2 So what we did was to take the regular
- 3 highway work and superimpose on top of that the
- 4 issues that you're facing when you're working in
- 5 disasters, both the health issues, the need to get
- 6 your shots, the fact that you may be working around
- 7 snakes -- all kinds of things that make the disaster
- 8 process different.
- 9 The last thing we'd like to do, if we can
- 10 get it started, is to run the video that we put
- 11 together involving the silica program, to give you a
- 12 feel for what we're doing with the silica and
- 13 milling machines. That is, if the machinery will
- 14 work. Just give us a minute, Mr. Chairman.
- 15 (Pause.)
- 16 MR. RUSSELL: We have a video that we want
- 17 to show you about how we're working with, this group
- 18 is working on dealing with the silica and milling
- 19 machine issue, assuming the thing starts.
- 20 (Video shown.)
- 21 MR. ELISBURG: Thanks. We just point out
- 22 that this test was done last summer up in Marquette,

- 1 Michigan, on an abandoned airport that one of our
- 2 contractors, one of the NAPA contractors located.
- 3 Everybody hauled their machinery up there and
- 4 gleefully spent days and nights running the
- 5 equipment back and forth a mile at a time in very
- 6 controlled conditions. The people from NIOSH loved
- 7 it.
- 8 I also point out that, while throughout
- 9 this partnership, which has been going on four or
- 10 five, about five or six years now to work on this
- 11 issue, OSHA has been represented, most of the time
- 12 through Stu Burkhammer and his office. So while
- 13 they were not up at the Marquette site while we were
- 14 doing this particular test, they are in fact
- 15 knowledgeable and continue to stay aware of this
- 16 project.
- 17 Anybody have any questions about anything
- 18 we've done?
- 19 ACTING CHAIRMAN MIGLIACCIO: Any questions
- 20 from the committee? Do you have a comment?
- 21 MS. ARIOTO: Yes. I'd just like to
- 22 commend you on -- I think it's an excellent product.

- 1 I really enjoyed watching, and I'm looking forward
- 2 to seeing the whole product. So thank you very
- 3 much.
- 4 MR. BIERSNER: Bob Biersner, Solicitor's
- 5 Office.
- 6 Do you have CDs on both of these
- 7 presentations?
- 8 MR. ELISBURG: Yes.
- 9 MR. BIERSNER: I would like to enter into
- 10 the previously identified docket the -- you have a
- 11 Power Point presentation as well? Okay -- the Power
- 12 Point presentation by Roadway Safety Plus as Exhibit
- 13 0034; the training CD by Roadway Safety Plus as
- 14 Exhibit 0035; and the information CD on silica
- 15 exposures during pavement milling as Exhibit 0036.
- As a side observation, I'd also like to
- 17 state that I discussed previously with Mr. Sant
- 18 admitting his remarks to the docket and he will
- 19 supply them to Mr. Buchet, who will submit them to
- 20 Sarah when she's here next week, and they will be
- 21 identified in the already identified docket as
- 22 Exhibit 0032.

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1	Thank you.
2	ACTING CHAIRMAN MIGLIACCIO: Thank you.
3	Questions?
4	MR. GILLEN: I'd just like to make a
5	comment. I think the presentations provide a good
6	model for us to think about when we think about the
7	stimulus as far as a model approach for industry and
8	government working together to address hazards, and
9	it's something we can think about for other parts of
10	the construction work that's likely to come down.
11	In addition, the concept of the
12	clearinghouse is also a useful concept that we might
13	want to think about, as far as having a way to get
14	information to people quickly related to stimulus-
15	related hazards.
16	ACTING CHAIRMAN MIGLIACCIO: Thank you.
17	Any other comments, questions?
18	MR. BIERSNER: Mr. Elisburg also gave to
19	me a CD entitled "Roadway Safety, Disaster
20	Response," which was not actually presented, but
21	mentioned in the discussion. I would like to admit
22	them in the previously identified docket Exhibit

- 1 0037.
- 2 ACTING CHAIRMAN MIGLIACCIO: Anything
- 3 else?
- 4 (No response.)
- 5 ACTING CHAIRMAN MIGLIACCIO: I'd like to
- 6 thank the committee -- or I'd like to thank the
- 7 panel, excuse me, personally for getting us right
- 8 back on time again, with five minutes to spare.
- 9 Thank you.
- 10 While we have this five minutes, we're
- 11 going to use it to do some more housekeeping. Tom
- 12 Kavicky.
- 13 MR. KAVICKY: Thank you, Mr. Chairman. As
- 14 part of the residential work group report at
- 15 yesterday's meeting, in addition to some of the
- 16 recommendations that were made, I would ask that --
- 17 I would like to make a motion that OSHA have a room
- 18 available for a residential fall protection
- 19 demonstration by Tom Bobick of NIOSH and possibly a
- 20 few vendors to display their latest and greatest
- 21 fall protection equipment to the residential fall
- 22 protection work group at the July ACCOSH work group

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1 meeting.

- 2 ACTING CHAIRMAN MIGLIACCIO: Do we have a
- 3 second?
- 4 MR. ZARLETTI: I second the motion.
- 5 ACTING CHAIRMAN MIGLIACCIO: Thank you.
- 6 Questions or discussion?
- 7 MR. BUCHET: You can certainly recommend
- 8 it. We'll see what we can do.
- 9 ACTING CHAIRMAN MIGLIACCIO: Thank you.
- 10 Okay. Question?
- 11 MR. RUSSELL: Yes, one other comment. In
- 12 terms of doing our presentations, I have to say that
- 13 OSHA's computer is a little outdated, and if there's
- 14 any way we can make a recommendation that when it
- 15 comes to this committee in future committee meetings
- 16 that we attempt to have OSHA get a little more
- 17 updated technology, because with the updated
- 18 technology we could actually use the same machine to
- 19 do everything, versus what we went through today.
- Thank you.
- 21 ACTING CHAIRMAN MIGLIACCIO: Let's take
- 22 the vote on the motion now. All in favor say aye.

- 1 (Chorus of ayes.)
- 2 ACTING CHAIRMAN MIGLIACCIO: Opposed, say
- 3 the same.
- 4 (No response.)
- 5 ACTING CHAIRMAN MIGLIACCIO: It carries.
- 6 Thank you.
- 7 MR. RUSSELL: Emmett Russell, employee
- 8 committee member.
- 9 ACTING CHAIRMAN MIGLIACCIO: Our next
- 10 presentation will be on green construction. Don
- 11 Ellenburger will be the presenter, from the Center
- 12 for Construction Research.
- 13 STIMULUS IMPACT: GREEN CONSTRUCTION
- 14 MR. ELLENBURGER: Thank you. My name is
- 15 Don Ellenburger, not to be confused with "Elisburg,"
- 16 right, Don? I am a construction worker. I'm a
- 17 sheet metal worker. I've been a member of my home
- 18 local, which is in San Francisco and San Jose,
- 19 northern California, for 27 years. I worked for ten
- 20 years as a journeyman and a foreman in northern
- 21 California in Silicon Valley.
- The last ten years I have been working for

- 1 CPWR, the Center for Construction Research and
- 2 Training, as the environmental hazard training
- 3 director. CPWR is the construction research and
- 4 training program or arm of the Building Trades
- 5 Department of the AFL-CIO. I'm very glad to spend a
- 6 little time with you today to discuss what we
- 7 understand is the green construction stimulus
- 8 program.
- 9 The conference agreement includes \$750
- 10 million for a program of competitive grants for
- 11 worker training and placement in high-growth and
- 12 emerging industry sectors. Within the amount
- 13 provided, \$500 million is designated for projects
- 14 that prepare workers for careers in energy
- 15 efficiency and renewable energy, as described in the
- 16 Green Jobs Act of 2007; \$125 million in the Green
- 17 Jobs Act authorized annually to create an energy
- 18 efficiency and renewable energy worker training
- 19 program. Its purpose is to identify needed skills,
- 20 develop training programs, and train workers for a
- 21 range of industries.
- The Green Jobs Act has not been funded by

- 1 a regular appropriation. As a result, the Department
- 2 of Labor has been unable to issue the regulations
- 3 necessary to implement the program. But as the new
- 4 Secretary of Labor was a sponsor of that Act when
- 5 she was a member of the House of Representatives,
- 6 that might change.
- 7 What makes the Green Jobs Act important
- 8 within the context of the ARRA is the language that
- 9 ties the two together. It says, and I quote:
- 10 "Within the amount provided, \$500 million is
- 11 designated for projects that prepare workers for
- 12 careers in energy efficiency and renewable energy as
- 13 described in the Green Jobs Act of 2007." End
- 14 quote. So there is a direct tie between the two.
- So let's look at some of the allocations
- 16 of interest from the Environmental Protection
- 17 Agency. I just attended a conference last -- early
- 18 this week, actually, up in Philadelphia, sponsored
- 19 by the EPA and -- oh, the other sponsor just slips
- 20 my mind. The EPA Director of Assessment and
- 21 Remediation Division, Office of Superfund
- 22 Remediation, Elizabeth Sutherland, was there and she

- 1 said -- that was on April 13th -- that EPA would
- 2 soon release -- and it has in fact released -- a
- 3 list of 50 new sites from the national priority list
- 4 that will be selected for remediation under the
- 5 program.
- These would include water recovery, energy
- 7 use -- oh, excuse me. She also said that EPA --
- 8 this is the Superfund cleanup work that we're
- 9 talking about. She said that they're going to try
- 10 and get green in their Superfund cleanup, just as
- 11 construction and other things we're thinking about
- 12 green.
- 13 What she meant by that is that they would
- include issues such as water recovery, energy use,
- 15 noninvasive plant species, and other methods to
- 16 reduce the carbon footprint while they're trying to
- 17 do cleanup of these contaminated sites.
- 18 EPA Region 3 is now working on a voluntary
- 19 green standard, attempting to develop a definition
- 20 of what green remediation is. One consideration
- 21 that they have, though, is would conducting green
- 22 remediation and thus spending more money to do

- 1 cleanup -- because if you assume that if you do your
- 2 work in a method or manner that uses less carbon, it
- 3 may cost more money -- would that result in a lower
- 4 number of Superfund sites that really can result and
- 5 end up being cleaned up.
- 6 So that's the question. It would be a
- 7 question of reducing the carbon produced during
- 8 cleanup versus the amount of pollution that we
- 9 actually do get to clean up, so which is greener.
- 10 An interesting question.
- 11 Of the brownfields funds, \$100 million up
- 12 there, EPA said that 45 million will be exempt from
- 13 usual state cost-sharing requirements, and 5 million
- 14 will be slated for worker training. So these are
- 15 the funds then that EPA is making available for some
- 16 of the stimulus activities.
- On the Department of Energy, of the \$5.5
- 18 billion for federal construction, 4.5 must achieve
- 19 the highest levels of building efficiency,
- 20 considered high performance green building. Very
- 21 interest: high performance green buildings. That's
- 22 quite a significant amount, 4.5 billion.

1 Appropriations in excess of \$4 million are

- 2 provided to the Office of Federal High Performing
- 3 Green Buildings to establish green building
- 4 standards.
- 5 \$5 billion is to promote home
- 6 weatherization packages covering costs of insulating
- 7 low income homes and providing more jobs for
- 8 workers. Residents may receive a maximum of \$6,500
- 9 towards weatherizing their homes. Thousands of jobs
- 10 are expected to be created for these projects.
- 11 The economic stimulus package provides \$11
- 12 billion for energy transmission projects, \$9.4
- 13 billion of which relates to energy production
- 14 governed by the Energy Department's Office of Energy
- 15 Efficiency and Renewable Energy. Of the \$6 billion
- 16 provided for renewable energy, 3.4 is set aside for
- 17 carbon capture research and development.
- 18 The smart grid technology program will
- 19 provide funds for infrastructure technology
- 20 development on a regional basis, providing matching
- 21 grants to states to implement smart grid
- 22 demonstration projects.

- 1 Additionally, there are additional funds
- 2 for the various DOE sites for additional cleanup,
- 3 and they're listed here: nearly \$2 billion at the
- 4 Hanford site, over \$1.5 billion at Savannah River,
- 5 755 million at Oak Ridge.
- 6 CPWR does training at DOE sites around the
- 7 country. We have already noticed an increase in the
- 8 demand for worker training at these sites, and it is
- 9 because the demand for workers is increasing there.
- 10 So you could say that for this type of green
- 11 construction, if you consider cleaning up that mess
- 12 to be green, we're already seeing an increase in
- 13 that.
- 14 I think when we talk about green jobs,
- 15 though, we really need to think, what are we talking
- 16 about, because it means different things to
- 17 different people. In new construction there are
- 18 various models available, such as Green Globes and
- 19 the USGBC, the U.S. Green Building Council's
- 20 leadership in energy and environmental design
- 21 program.
- 22 When we hear terms such as "new budget

- 1 efficiency," like we heard in the previous slide, a
- 2 lot of us often think of LEED certification. What
- 3 will construction workers need to know about LEED,
- 4 is a question we have. On another level, we can
- 5 consider home improvements and the workers who will
- 6 be doing these improvements by retrofitting homes
- 7 and apartments, because pretty logically that's a
- 8 type of green work or green construction; the wind
- 9 farms and the solar farms and other exotic renewable
- 10 enforcement systems.
- 11 Perhaps the least exciting one, but one of
- 12 by far the most far-reaching, is the cleanup of the
- 13 messes that we've already made around the country.
- 14 So I want to look at these a little more closely.
- 15 Let's look at LEED. When designing and
- 16 building a new structure, LEED offers a template for
- 17 measuring how sustainable the job is. And they have
- 18 various categories. So for example, in site
- 19 planning what they're talking about there are things
- 20 such as in the planning of the site are you reducing
- 21 the pollution that has developed there. Are you
- 22 reusing a brownfield site, redeveloping a brownfield

- 1 site? Are you protecting the native habitat? Have
- 2 you incorporated stormwater control? Are you
- 3 controlling light pollution?
- 4 All of these categories in site planning
- 5 would earn you a point if you were the contractor or
- 6 the owner, depending on how well you accomplish
- 7 these goals. Water management includes such things
- 8 as landscaping, waste water technologies -- low flow
- 9 urinals is an example -- water usage reduction,
- 10 etcetera.
- 11 So in your job, if the architects and the
- 12 designers have incorporated these aspects, you get
- 13 to count points. The more points you get, the more
- 14 likely it is that you would accomplish or achieve
- 15 your LEED certification.
- 16 Energy includes optimized energy
- 17 performance, refrigerant management, green power.
- 18 If you put solar collectors on the roof of your
- 19 building, you get to collect points for that.
- 20 "Materials used" refers to using recycled
- 21 materials in the construction, and we heard a lot
- 22 about that in terms of the asphalt program going on.

- 1 That was very interesting. Recycling construction
- 2 waste, purchasing raw materials from nearby vendors,
- 3 and using rapidly renewable materials. Finally,
- 4 indoor air quality refers to increased ventilation,
- 5 low emitting materials and adhesives and sealants,
- 6 and things of that nature.
- 7 So that's more or less in a nutshell what
- 8 LEED is and how you get it. It's becoming more and
- 9 more popular. Indeed, if some of the stimulus money
- 10 will require that buildings that are going up meet
- 11 these standards, then that certainly is interesting
- 12 for the construction industry.
- 13 I do want to share with you some personal
- 14 experiences we had on a particular green building in
- 15 Las Vegas. CPWR was involved in City Center site.
- 16 It's the largest civilian construction project in
- 17 the United States that is currently a LEED project.
- 18 The question is is this a sustainable job. In other
- 19 words, if you're going for LEED certification you're
- 20 saying that you're building a more sustainable
- 21 building, it's friendlier for the environment.
- 22 But there have been many fatalities on

- 1 this job. I think there were six or seven
- 2 fatalities in a period of 14 months. From our
- 3 perspective, is that sustainable, we ask ourselves.
- 4 Here's two pictures of the job, and I just
- 5 want to share one experience with you. CPWR did a
- 6 safety climate survey on this job, among other
- 7 things. We surveyed over 3,500 construction workers
- 8 at the site and prepared a report. Our researchers
- 9 did a great job on that.
- 10 A very small role that I played here at
- 11 this job was to interview construction workers on a
- 12 personal basis. I spent a day doing that, not
- 13 connected to management at all, but wearing my
- 14 construction clothes, and trying to do I guess what
- 15 you might say participant observation in terms of
- 16 trying to get at the safety climate on this job.
- I was at the top of the building that
- 18 you're looking at on the right, talking to iron
- 19 workers and others, laborers up there, carpenters.
- 20 I worked my way down the building. It was 112
- 21 degrees outside in Las Vegas, but there was a nice
- 22 breeze blowing. So with proper hydration, you could

- 1 manage it.
- 2 So I worked my way down the interior
- 3 stairwells of this building until I came to the area
- 4 where you see the curtain wall is up. I got a few
- 5 floors down in there and I want to tell you that you
- 6 would not believe the heat buildup and load in that
- 7 building, particularly where the plasterers were
- 8 applying wet cement and further down the building
- 9 where the sheetrock was going up and they were
- 10 putting mud on the walls.
- 11 The introduction of moisture inside there
- 12 created a heat load that was phenomenal. In the six
- 13 hours that I was at that building, there were two
- 14 emergency calls. Two workers were evacuated for
- 15 heat stress.
- When we did our exit survey there, I asked
- 17 the management, the safety representatives from
- 18 management, why they did not leave -- on the way up
- 19 as they built the curtain wall up the building, why
- 20 didn't they leave a couple panels out on opposite
- 21 ends of the building to at least allow for the
- 22 natural ventilation to remove some of that moisture?

- 1 Certainly there was water on the site and people
- 2 could get water. But the heat load was awful,
- 3 particularly when there was no ventilation
- 4 whatsoever.
- 5 They told me at that time that they
- 6 thought it was because of the LEED requirements.
- 7 That is when the word "LEED" became part of my
- 8 vocabulary. I needed to find that out. I don't
- 9 think they were correct. I think they were
- 10 misinformed. But that is factored into how we think
- 11 about this.
- 12 CPWR is considering funding research on a
- 13 very intriguing project that's come out of the
- 14 University -- of Oregon State, excuse me, some
- 15 researchers there, John Gambatese and Sathi
- 16 Rajandran, on what they -- they are trying to
- 17 develop a model that they call "sustainable
- 18 construction health and safety rating." This is a
- 19 model that would parallel the LEED rating, which I
- 20 find very interesting.
- 21 If we rate an edifice that we create on a
- 22 green scale that takes into consideration site

1 selection, energy use, water management, materials,

- 2 and indoor air quality, as I indicated earlier,
- 3 thinking that that makes the building more
- 4 sustainable, can't we also factor in these
- 5 measurable and ratable factors such as, for example,
- 6 the general contractors and subcontractors safety
- 7 records? If we factored those in when we selected
- 8 them, could we get a point?
- 9 If we rated the safety and health hazard
- 10 identifications in the drawings, did the architects
- 11 indicate where those specific hazards would be?
- 12 What about the specification of less hazardous
- 13 materials in the construction of the building? If
- 14 the owner had selected and identified a safety
- 15 representative to represent them on this job?
- 16 How about designing for worker safety and
- 17 health, constructor site-specific safety plan, pre-
- 18 task planning, a look-ahead schedule? A look-ahead
- 19 schedule really refers to trade stacking, which
- 20 anybody who's been a construction worker knows that
- 21 when another craft takes your work down so they can
- 22 do their work it tends to create a little bad blood

on the job, and that can have a negative effect on

- 2 the climate of safety on that job.
- 3 So that has been engineered into the job,
- 4 whether willingly or not, consciously or not. It
- 5 can be engineered out by conducting a look-ahead
- 6 schedule.
- 7 Good housekeeping, safety orientation. In
- 8 other words, what I'm trying to say is that we are
- 9 looking at another model that parallels the LEED
- 10 model, that could measurably rate a construction job
- 11 based on these criteria to help reduce injury and
- 12 illness.
- 13 I believe one of the last ones here we had
- 14 was, are engineering controls for health hazards
- 15 included in this project. I think if they had been
- on the picture I showed you, if they had included
- 17 engineering controls to take into account the heat
- 18 load, that we would not have had all of these
- 19 emergency calls and workers evacuated off that
- 20 building for heat stress. So that's one thing.
- 21 So that's some of the ways we look at the
- 22 LEED construction of new buildings. But now we're

- 1 also talking about weatherization retrofits. Aside
- 2 from new construction, we have the issue of
- 3 improving energy efficiency of existing buildings.
- 4 Primarily we're concerned with the building envelope
- 5 -- windows and doors, insulation, roofing, etcetera.
- 6 Green jobs will include modifying these existing
- 7 structures.
- 8 The stimulus package contemplates a
- 9 significant increase in the work force in order to
- 10 accomplish this. Who's going to do this work? What
- 11 specific training is going to be required? When new
- 12 workers are hired to replace windows in residences,
- 13 to insulate homes, to calk the openings, will they
- 14 be aware of their safety rights and will they be
- 15 aware of their safety responsibilities? Will they
- 16 be able to recognize the hazards and control them?
- 17 Will employers entering this field
- 18 understand their responsibilities and provide the
- 19 necessary controls and training? One of the
- 20 interesting things from our point of view is what
- 21 Scott Schneider suggested earlier, was perhaps
- 22 linking some requirements on health and safety

- 1 training into this fund, these funds.
- 2 Other green energy jobs. Sustainable
- 3 energy systems, we all understand those to be green
- 4 jobs. Not only will we be looking at new workers
- 5 entering construction, but an increase in energy-
- 6 related construction projects for the existing
- 7 construction work force. Will they know what they
- 8 need to know about when wind tower construction,
- 9 high-angle rescue, blockout-takeout procedures and
- 10 the like on these particular jobs?
- 11 As green construction increases, safety
- 12 and health training for an expanding work force will
- 13 be crucial.
- 14 We have already seen an increase in the
- 15 need for PCB-related hazardous waste worker training
- 16 among the bricklayers in the state of New York, who
- 17 are pointers, caulkers, cleaners doing abatement in
- 18 schools that are contaminated, that contain a lot of
- 19 old caulking and it's contaminated with PCB.
- 20 Although the state and some counties tried hard to
- 21 avoid doing site assessments because they didn't
- 22 want the fact that PCBs are there to be pointed out,

- 1 once they were shown to exist then they had to go
- 2 through the proper remediation techniques and
- 3 training that followed that.
- 4 As weatherization efforts increase,
- 5 especially in older schools and other buildings,
- 6 increasing exposures to PCBs will be encountered.
- 7 Along with this growing hazard are the more common
- 8 exposures to asbestos insulation, lead paint, and
- 9 the rest.
- 10 Currently the R-C-R-A, RCRA, exempts
- 11 derived wastes from the HAZMAT requirements. But
- 12 this doesn't mean that it's not dangerous. The
- 13 recent collapse of the TVA ash retention dam, a \$500
- 14 million estimated cleanup, is an example. Fly ash
- 15 and coal slag are widely recycled into cement,
- 16 concrete, cinder block, abrasive blasting grit, and
- 17 other uses.
- 18 Similarly, waste streams from absorber
- 19 units to remove sulfur oxide from stack gases are
- 20 the source of much of the gypsum that is used in
- 21 drywall and in portland cement. There will be
- 22 increasing incentives for using these wastes and

- 1 building materials as recycled content and end of
- 2 life issues, as was pointed out earlier. What
- 3 hazards will these present to construction workers?
- 4 So at end, home weatherization efforts
- 5 will increase tremendously. Many of the people
- 6 hired to do these tasks will be the least able to
- 7 protect themselves from the related hazard. So we
- 8 believe, the building trades, that there has to be a
- 9 significant increase in health and safety training
- 10 across the board in construction, to include OSHA
- 11 10s, 30s. Logically, we will need more master
- 12 instructors to reach them, more OSHA 500s, to
- 13 increase the number of instructors that do this.
- 14 Many unions have pointed out the need for
- 15 energy audit training, to be able to train their
- 16 members to do energy audits on buildings. Wind
- 17 turbine construction and maintenance will affect not
- 18 just the ironworkers, but maintenance workers,
- 19 electricians, many other crafts. Weatherization,
- 20 lead, asbestos, silica, and PCB -- the exposures to
- 21 these toxins will go up dramatically as we start
- 22 getting our hands on these older structures.

1 Green construction -- green construction

- 2 is construction. I often say -- a lot of people
- 3 say, well, I've been in gren construction since I
- 4 was an apprentice. So what is the difference
- 5 between construction and green construction? It's
- 6 something that we're struggling with, we're looking
- 7 at hard. But we're seeing that there's a big push
- 8 now towards LEED construction, and that's why we're
- 9 interested in these other alternative models that
- 10 can be used to improve worker health and safety. So
- 11 I quess it just depends what really is your
- 12 estimation about what constitutes green
- 13 construction.
- 14 That concludes my comments and I'd be
- 15 happy to answer any questions you might have. And
- 16 Frank, I think I gained you another ten minutes.
- 17 ACTING CHAIRMAN MIGLIACCIO: It depends
- 18 how many questions. Thank you.
- Do we have any questions?
- 20 MR. KAVICKY: Just a comment, Mr.
- 21 Chairman. I'd like to thank Mr. Ellenburger for
- 22 coming out today and presenting this information to

Washington, DC

- 1 ACCOSH. Very interesting. Thank you.
- 2 ACTING CHAIRMAN MIGLIACCIO: Any other
- 3 questions?
- 4 MR. BIERSNER: I understand that we have
- 5 your Power Point?
- 6 MR. ELLENBURGER: Yes.
- 7 MR. BIERSNER: I would like to admit that
- 8 to the docket for this proceeding as Exhibit 0038.
- 9 Now, are you reading from a script that
- 10 you could submit to us, or would you like to provide
- 11 a copy of that to us later?
- 12 MR. ELLENBURGER: Can I do that later?
- 13 MR. BIERSNER: Okay. Would you end it
- 14 either electronically or submit it to Mr. Buchet?
- 15 MR. ELLENBURGER: Certainly.
- 16 MR. BIERSNER: Who will then forward it on
- 17 to the Solicitor.
- 18 And I would like to identify that for the
- 19 docket as Exhibit 0039.
- 20 ACTING CHAIRMAN MIGLIACCIO: Any other
- 21 questions, comments?
- (No response.)

- 1 ACTING CHAIRMAN MIGLIACCIO: Seeing none,
- 2 thank you.
- 3 I'd like to remind the public that there's
- 4 still the sign-in sheet in the back and there will
- 5 be time for public comments. Sign up if you would
- 6 like to address the committee.
- 7 Our next presentation will be on the
- 8 stimulus impact of the transit other sectors. It
- 9 will be Marco Giamburdino.
- 10 MR. GIAMBURDINO: Yes, sir.
- 11 ACTING CHAIRMAN MIGLIACCIO: Thank you.
- 12 (Pause.)
- 13 ACTING CHAIRMAN MIGLIACCIO: Marco, if
- 14 you'll state your title also, please.
- 15 STIMULUS IMPACT: TRANSIT/OTHER SECTORS
- 16 MR. GIAMBURDINO: Sure. I'm Marco
- 17 Giamburdino. I'm the Senior Director for our
- 18 Federal and Heavy Construction Division. I work in
- 19 our Government Affairs Department over at the
- 20 Associated General Contractors of America.
- 21 I want to thank the chair and the
- 22 committee for inviting us to speak today. I

- 1 appreciate the opportunity. Basically, I want to
- 2 lay out what AGC has done in relation to the
- 3 stimulus package, how we've been informing our
- 4 members, how we were -- what the impact of the
- 5 stimulus is overall, since our association
- 6 represents all types of construction with the
- 7 exception of single family residential.
- 8 Over the past 2 years, based on the
- 9 economic conditions, we've lost nearly a million
- 10 employees in terms of our work force, and that's
- 11 been a real challenge for our members. The credit
- 12 crunch has been extraordinarily tight. It's been a
- 13 real negative impact, particularly on the private
- 14 construction market. That essentially has dried up.
- 15 When you factor that in with the call for
- 16 the economic recovery package, there's been an
- increasing amount of interest, of course, from
- 18 contractors who normally do that sort of private
- 19 work moving into the government market and the
- 20 public market. The key question is, with the
- 21 passage of the Recovery Act, how do we build upon
- 22 that? This is not just a short-term sort of impact,

- 1 but how do we really have achievable, sustainable
- 2 growth for our economy again?
- 3 During the discussions for the recovery
- 4 package, we commissed a study with George Mason
- 5 University. Dr. Steven Fuller looked at the total
- 6 job impact, looked at the DOT job numbers, looked at
- 7 the Bureau of Labor Statistics and a lot of the
- 8 other federal agencies that do perform construction
- 9 work. The impact on construction, investment in our
- 10 infrastructure and the construction industry is
- 11 pretty significant. Every billion dollars invested
- 12 creates about 28,500 jobs on the average.
- 13 We took that data and we were able to
- 14 distill that back down on a state by state basis as
- 15 well, so we were able to provide that to the
- 16 agencies and to members of Congress, to let them
- 17 know what the impact was going to be based on their
- 18 home, in their home areas as well.
- 19 We also surveyed our members at the end of
- 20 last year, just to get an idea of where they were
- 21 and where they were regarding how the economy was
- 22 affecting them. Over two-thirds had surveyed that

- 1 they were planning layoffs, but they had indicated
- 2 that they would hold off on layoffs if they know
- 3 that the recovery package was going to manifest
- 4 early this part of the year.
- 5 Our goal was of course to advocate for
- 6 strong investment in infrastructure, and that that,
- 7 based on the job numbers we described before, that
- 8 that does provide real economic growth. It's not
- 9 just the hiring, but it's also the dollars flowing
- 10 into those hires and then flowing down into the
- 11 economy based on the purchasing of materials, the
- 12 hiring of subcontractors, hiring of the folks who --
- 13 at the end of the day, once the project is done, how
- 14 that's going to benefit the local economy as well.
- The idea was to use existing programs
- 16 through the government to help fund those dollars
- 17 quickly through those processes so that it does make
- 18 an immediate impact on the economy. Recognize that
- 19 there is huge needs out there for our
- 20 infrastructure. The American Society of Civil
- 21 Engineers just updated their report card and found
- 22 that over the next five years we need at least \$2.2

- 1 trillion invested in our infrastructure just to get
- 2 back up to where we need to be.
- 3 We wanted to ensure also that there was
- 4 adequate federal, state, and local oversight over
- 5 these dollars and be able to track exactly where
- 6 those dollars are flowing and what the impact was
- 7 going to be on the economy. We strongly supported
- 8 the idea of the no-earmarks that the administration
- 9 touted as well. We felt that that was a way to slow
- 10 down the ability for the government at all levels to
- 11 move projects.
- 12 So how does the -- what was the total
- 13 package here? We've got nearly \$800 billion in
- 14 spending and tax cuts. The goal is of course to get
- 15 it timely, targeted, get it out within the next two
- 16 years. I mentioned the earmark ban. I believe I
- 17 covered this, too. There was a big debate in the
- 18 Congress. Even though every Republican in the House
- 19 and all but three in the Senate decided to vote
- 20 against the package, if you look at some of the
- 21 floor debates the arguments really were about not
- 22 enough investment in our infrastructure, but a lot

- of spending for programs that would not -- that were
- 2 not centered around the construction industry or the
- 3 impact that the construction industry could make on
- 4 our economy.
- 5 So we have \$135 billion, approximately,
- 6 based on our estimates in infrastructure investment
- 7 for our economy. That is a huge increase, of
- 8 course, 135 percent. Normal spending is about 100
- 9 to \$105 billion on the annual appropriations. We
- 10 thought that this was going to be a good opportunity
- 11 for those dollars to flow, not just from the federal
- 12 level, but also through the state and local levels,
- 13 through the state highway trust funds, although
- 14 through the clean water SRFs and school construction
- 15 opportunities.
- 16 The impact we estimated -- our chief
- 17 economist running the numbers estimates that this,
- 18 if all things pan out, about 2 million jobs overall,
- 19 with 650,000 directly, construction jobs, would be
- 20 created. But like I said before, based on the ASCE
- 21 study and other estimates based on the federal
- 22 agency needs, it's still really just an initial

- 1 investment and it's really an investment that's sort
- of catching up for the lack of investment we've had
- 3 over the last 10, 15 years.
- 4 The breakdown the way we identified it
- 5 based on our sectors, of course, is the
- 6 transportation area, water infrastructure, building
- 7 infrastructure. Of course, we were very strong in
- 8 advocating for targeted tax provisions that would
- 9 benefit all types of construction. Of course,
- 10 there's some other policy issues I'll quickly get
- 11 into.
- 12 The way the transportation dollars break
- 13 down: \$27 billion for highway and bridge, all going
- 14 through the existing DOT formulas; \$8.4 billion for
- 15 transit and \$8 billion for high-speed rail. That's
- 16 a huge investment. I know that was something that
- 17 Chairman Oberstar felt very strongly about and we
- 18 supported as well. Also, for airport improvement
- 19 grants another billion dollars there.
- 20 On the clean water and drinking water
- 21 side, about \$7.5 billion overall for all different
- 22 types of drinking water and clean water. That's

- 1 about a 600 percent increase compared to normal
- 2 annual appropriations for this program. The EPA has
- 3 done a study, an estimate that there's about a \$525
- 4 billion need over the next 20 years to reallly bring
- 5 our drinking water and clean water systems back up
- 6 to speed. A lot of our systems are close to 100
- 7 years old and have not really been well maintained
- 8 or completely replaced.
- 9 For the Corps of Engineers, flood control,
- 10 navigation control, this is about a 100 percent
- increase over their annual approps. We're still
- 12 waiting for it and hoping that OMB is going to
- 13 actually release those funds shortly. They have a
- 14 particular interest in taking a keen look at the
- 15 Corps of Engineers and making sure that those
- dollars are going to the appropriate channels.
- 17 Something that was mentioned briefly in a
- 18 previous presentation, the environmental cleanup:
- 19 \$700 million for Superfund and an additional \$300
- 20 million. That's going to be -- I think that's going
- 21 to pose some good opportunities to examine how those
- 22 projects are reinvested, and I think there will be

- 1 some good challenges there.
- On the building infrastructure, \$5.6
- 3 billion for GSA facilities, another \$8 billion for
- 4 MILCON and for VA facilities. There's a real
- 5 emphasis here on the green construction as well,
- 6 particularly. Really, none of it on the GSA side is
- 7 for new facilities, but for retrofitting existing
- 8 facilities and bringing them up to speed. Many of
- 9 those constructions are probably 40 years old and
- 10 have not had substantial renovations. The emphasis,
- of course, will be on sustainability and green
- 12 construction.
- 13 The higher ed and K through 12 school
- 14 funding was a big challenge. That was a real fight
- 15 between the House and the Senate. The Senate wanted
- 16 to just kill the funding altogether. The House
- 17 originally had about \$20 billion for school
- 18 construction. They came up with sort of this
- 19 compromise where there would be approximately \$8
- 20 billion or so available to school districts. We
- 21 have not seen any anecdotal evidence that a lot of
- 22 that money is really going to school construction or

- 1 retrofits, because the way the pot was designed, the
- 2 school districts and the state education agencies
- 3 can basically do whatever they want with the money.
- 4 It can be to fund teacher salaries or other
- 5 activities. We haven't seen the construction side
- 6 on that go up yet. That's with an estimated 200 to
- 7 \$300 billion need for schools that need improvement.
- Just to get a little bit into the quick
- 9 policy issues: On the tax side, 3 percent
- 10 withholding. This is an impending 3 percent
- 11 additional withholding that's going to be imposed on
- 12 all types of government contracts at the federal,
- 13 state, and local level. Originally that legislation
- 14 was supposed to go into effect January of 2011. We
- 15 pushed for a full repeal. We continue to do so.
- 16 The Congress in the conference agreement agreed to a
- 17 one-year deferral.
- 18 But this is going to have a huge impact,
- 19 especially in the government market, where the
- 20 stimulus is primarily going to be funding. Most
- 21 contractors probably make 2 to 3 percent margin as
- 22 it is. So this is going to be a real financial

- 1 challenge if this thing actually ever gets
- 2 implemented.
- Bonus depreciation was a big win on the
- 4 tax side, too. It's going to be important for
- 5 expensing as we get into these new projects, and the
- 6 net loss carryback. Originally it was for all types
- 7 of businesses. It ended up that only it was a -- it
- 8 would apply for small businesses.
- 9 Policy provisions. Davis-Bacon wages
- 10 applies not just for the federal projects, but to
- 11 all projects funded by the stimulus package down at
- 12 the state and local level as well. `
- 13 There wasn't any mention in the agreement
- on project labor agreements, but of course the
- 15 administration did repeal the previous Bush
- 16 prohibition on PLAs and currently that policy is to
- 17 encourage federal agencies to implement those where
- 18 necessary. There was originally a provision to
- 19 mandate all contractors to run their employees
- 20 through the electronic employment verification
- 21 system run by the Department of Homeland Security.
- 22 That was taken out because it was viewed to be sort

- of a holdup; and also, the E-verify rule is under
- 2 litigation right now; and also the Obama
- 3 Administration wants to take a better look at that
- 4 final rule that's been pending for the last 6 months
- 5 or so. In fact, yesterday they announced that they
- 6 are implementing another month-long delay on
- 7 requiring E-verify for federal construction work.
- 8 Buy-American provisions. Basically, it
- 9 expands the buy-American provisions on the federal
- 10 side for iron and steel, expands it for stimulus
- 11 dollars to manufactured goods as well. We're still
- 12 looking at the current FAR Council and the OMB
- 13 quidance to see what's the real impact of that. The
- 14 challenge I think is going to be that, on the
- 15 manufactured goods side for construction, a lot of
- 16 the equipment that goes into a building or into a
- 17 waste water treatment plant are just not made in the
- 18 United States at all. They're all made overseas,
- 19 and we're going to have to see what the real impact
- 20 is going to be on the construction of these projects
- 21 as we get into -- as contracts are additionally
- 22 awarded over the next year or two.

Originally the federal contracting rules 1 were going to apply all across the board. We made a 2 strong argument that it was impossible for a state 3 4 government or a local government to be able to apply federal contracting rules to those local contracts, 5 so we were able to get clarification on that. 6 Then 7 OMB recently issued quidance on the 3rd of this month on how state and local entities were to apply 9 certain types of similar federal rules to their local contracts. 10 I think we got into the green initiatives 11 before with the previous presentation, and of course 12 the administration pushed pretty hard on having a 13 14 stronger sense of accountability; and with the 15 recovery.gov web site the agencies are already 16 starting to report information on a weekly basis. They are looking -- we have seen some contracts that 17 18 have been awarded that there's additional reporting 19 requirements already for jobs, how many jobs are we 20 expecting to be created or sustained. So we're starting to see that in some of the contract 21 2.2 lettingss coming out from the federal side.

Something to consider in the federal 1 market that we've been stressing with our members 2 and with our members who had not gotten into the 3 4 federal market until recently. That is just that all the federal agencies have their own contracting 5 rules, even though they all are governed by the 6 7 overall FAR. They all behave differently. They all have a different sort of culture. 9 We emphasized strongly across the board that safety is a major priority for our members. 10 This is on any and all types of projects. 11 compliance with all the OSHA rules and of course 12 other state and local rules governing safety and 13 14 health as well. We believe that that's strongly 15 critical to the success of any project. I know that the agencies equally weigh those factors as well. 16 Something that was mentioned before: 17 18 thing that contractors are rated on on federal 19 projects is they do get a rating and a score at the 20 end of a federal job on their safety record. something that's kept in the federal contracting 21 2.2 databases. It's something that contractors are

- 1 judged upon when being considered for additional
- 2 further awards when they work on their next jobs.
- 3 The contracting officers, when deciding
- 4 who to award contracts to, they'll look at the
- 5 safety records as a major factor and award certain
- 6 points to different bids based on their records. So
- 7 I thought that was very relevant here.
- 8 Something that we always continue to tell
- 9 our members, too, is at the very basic, every
- 10 company working on a construction site should have
- 11 and develop a written safety program, follow the
- 12 safety manual on the federal side, not just the OSHA
- 13 rules, but even like the Army Corps. For all marine
- 14 construction work, the Army Corps has their own
- 15 safety manual, which of course has the OSHA rules,
- 16 but of course has additional considerations that
- 17 aren't certainly in OSHA's current rules and regs.
- 18 We encourage management employees to be
- 19 committed to safety. That is really part of their
- 20 culture, that they comply completely with the
- 21 company's safety policy, and of course the rules
- 22 governing those projects.

- 1 We emphasize that in the work force you
- 2 have to have dedicated safety professionals to the
- 3 work site, dedicated safety managers to help
- 4 coordinate, to help conduct inspections, employee
- 5 training, and also to ensure that the people on the
- 6 ground, the foremen, everybody on the job site is
- 7 aware that this is a critical part of the culture.
- 8 They always refer to the necessary toolbox
- 9 trainings, lessons learned, and those sorts of tools
- 10 available to them.
- 11 We think that the big challenges with the
- 12 stimulus projects will be that there's going to be
- 13 pressure by the agencies on contractors to deliver
- 14 those projects in a quick and timely manner. I
- 15 think the contractors are up to the challenge. They
- 16 don't look at safety really as so much as a burden
- 17 as something that they value pretty highly, from the
- 18 federal contractors I certainly work with. They
- 19 look at their safety records as something equally
- 20 paramount to just about anything else when it comes
- 21 to completing the job.
- 22 I think that the challenge is here getting

- 1 the stimulus dollars out into the economy. I think
- 2 that's going to be something that our members are
- 3 looking forward to, frankly.
- 4 These are just some considerations that we
- 5 think that need to be reemphasized over and over
- 6 again: planning, communication, all throughout the
- 7 chain of command on the work site. If there's going
- 8 to be a push to go to shift work and night work,
- 9 obviously we'd take some of those factors into
- 10 consideration: lighting, worker fatigue, where is
- 11 everybody -- how well rested is everybody -- and
- then continue to emphasis training, 'since there's
- 13 going to be a lot of new hires and we're going to
- 14 have to make sure that those training programs are
- implemented and that they make their way down and
- 16 get those new people up to speed on what they need
- 17 to know to be safe on the work site.
- 18 Something -- this is another sort of
- 19 special effort the agency's been working on the last
- 20 two or three years now, is a highway worker safety
- 21 training program. We're launchign this. We just
- 22 announced this at our convention a month ago and

- 1 we're going to be getting this out later this
- 2 spring. It's an effort between our highway
- 3 transportation divsion, our safety and health
- 4 committee in Zurich. It's going to be a video
- 5 series, Power Point presentations, textbooks for
- 6 studnents and instructors.
- 7 This is the focus on the actual safety
- 8 training for the workers. There's going to be DVDs.
- 9 We've had -- DVD footage really gives some of those
- 10 real-world examples of what's going on. We think
- 11 this is going to be a huge benefit for our highway
- 12 members. Highway contractors probably make up just
- 13 about half of our membership, so this is going to
- 14 have a real impact, we believe, in a positive way.
- Something else that I've been very
- 16 directly involved with is an effort we set up about
- 17 a year ago in partnership with the Army Corps of
- 18 Engineers and the Dredging Contractors of America.
- 19 Also the Operating Engineers have been involved in
- 20 this group as well. That is, basically the Corps
- 21 puts out their safety manual every six to seven
- 22 years, but there's not a vehicle that really tracks

- 1 changes that need to be -- additional
- 2 recommendations that need to be made, based on the
- 3 safety manual, in between that six-year period.
- 4 So we created this partnership with the
- 5 Corps and also now in recent months NAFAC and OSHA
- 6 and other entities have gotten more involved with
- 7 this. This is a way to keep the lines of
- 8 communication open. We're meeting. The goal is to
- 9 meet quarterly. We just had a meeting a week ago
- 10 here downtown, and we hosted the meeting. It's a
- 11 way to just keep everybody informed. It's a way to
- 12 keep the Corps informed on what's going on out in
- 13 the field, how the safety manual is being
- 14 implemented.
- 15 It's a way for them to get feedback to the
- 16 Corps. It's a way for the Corps to put out interim
- 17 changes and get them out directly to the field. So
- 18 wse think this would be a great opportunity to keep
- 19 the safety message going, particularly on marine
- 20 construction where there are a lot of different
- 21 challenges than there are with on-the-ground
- 22 construction or vertical construction.

1 Also, we -- I guess GPO didn't do the best

- 2 job of providing enough copies of the Army Corps
- 3 safety manual, which is not a surprise. It seems to
- 4 happen every couple of years when they put a new
- 5 book out. So we're also partnered up with the Corps
- 6 and we are also providing additional copies of the
- 7 safety manual for our members. Frankly, we've
- 8 gotten requests from the Corps of Engineers offices,
- 9 the field offices, to get copies of the book as
- 10 well. So we're more than happy to provide that
- 11 service as well.
- 12 Basically, quick conclusions. The economy
- 13 is still struggling right now. The credit market is
- 14 still pretty tight. We're seeing -- usually the
- 15 private market to the public market is anywhere
- 16 between an 80 to 20 percent differential. We're
- 17 seeing, of course, the public market increase.
- 18 They're at about 30 percent right now and probably
- 19 could get to about -- it could be about a 60-40
- 20 breakdown over the next two to three years once the
- 21 stimulus dollars are out.
- We're still going to be keeping an eye on

- 1 tax changes that are still coming over the next few
- 2 yeas. We are encouraging our members to look at the
- 3 accountability as a way to just be out there and be
- 4 able to prioritize as much information and share
- 5 information with the government, the owners, and
- 6 with the public as much as possible. We want to be
- 7 able to show that this is truly making an impact and
- 8 that infrastructure investment is truly a huge
- 9 improvement for our economy. And of course, as I
- 10 mentioned before, safety being a huge primary focus
- 11 and mission for our members.
- 12 This is just some of our plans of what
- 13 we're going to continue to do: keep interacting
- 14 with decisionmakers like yourselves, the other
- 15 agencies, members of Congress, also at the state and
- 16 local level; keep pushing for an expansion of the
- 17 credit market so we can get back into sort of the
- 18 normal state of the economy when it comes to the
- 19 private market; continue to highlight the needs that
- 20 are out there, showing that the stimulus -- we're
- 21 trying to showcase as much as -- as soon as we hear
- 22 about a contract award that our member gets, we try

- 1 and let the owners know, we let the public know,
- 2 that the dollars are truly going to where it's
- 3 supposed to be going.
- 4 We have 33,000 member companies, probably
- 5 representing about 2 to 3 million employees. So
- 6 we're looking for our grassroots system to help keep
- 7 that message going all the way down the line and,
- 8 like I mentioned before, just keep working with our
- 9 partners, not just on the overall message, but to
- 10 continue advocating on the improtance of safety as
- 11 well.
- 12 That pretty much concludes my remarks.
- 13 Thank you, everyone.
- 14 ACTING CHAIRMAN MIGLIACCIO: Thank you.
- 15 Questions? Can you drag a copy of it
- 16 over?
- 17 MR. GIAMBURDINO: I'm going to do that
- 18 now.
- 19 MR. JONES: I have a question. Can you
- 20 explain or describe any type of training you provide
- 21 your members in terms of safety for supervisors and
- 22 managers?

- 1 MR. CANNON: We have the advanced safety
- 2 management training course.
- 3 ACTING CHAIRMAN MIGLIACCIO: State your
- 4 name, please?
- 5 MR. CANNON: Kevin Cannon. AGC offers
- 6 nationwide the advanced safety training management
- 7 course, and it's available to the members.
- 8 MR. GIAMBURDINO: We also have the
- 9 supervisory training program that we use. It's a
- 10 whole series of different types of training, but
- 11 there is a focus on safety. There's a whole module
- 12 just based on that. That's for all employees. And
- then there's a supervisor training program as well
- 14 that's devoted to supervisory training.
- MS. JONES: Thank you.
- MR. CANNON: And apparently the Focus 4 is
- 17 being taught through the supervisory training,
- 18 right.
- MR. GIAMBURDINO: We provide that through
- 20 our chapters.
- 21 ACTING CHAIRMAN MIGLIACCIO: Any other
- 22 questions, comments? Bob?

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Page 160 MR. BIERSNER: Mr. Giamburdino, do you 1 2 have a copy of the Power Point? MR. GIAMBURDINO: Yes, I just loaded it up 3 4 on the laptop. 5 MR. BIERSNER: Can you provide that to Mr. 6 Buchet? MR. GIAMBURDINO: Yes, 7 sir. 8 MR. BIERSNER: I appreciate that. 9 I would like to admit that to the previously identified docket as Exhibit 0040. 10 ACTING CHAIRMAN MIGLIACCIO: Seeing no 11 12 other questions, thank you very much, Marco. 13 MR. GIAMBURDINO: Thank you. 14 ACTING CHAIRMAN MIGLIACCIO: Our next 15 presentation will be by Matt Gillen with the NIOSH. 16 STIMULUS IMPACT: TRACKING OUTCOMES; RESEARCH TO PRACTICE; PROMOTING GOOD PRACTICE 17 18 MR. GILLEN: I'd like to thank ACCOSH for 19 the invitation to provide some NIOSH perspectives on 20 the stimulus. We're waiting for the presentation to 21 load here.

(Pause.)

2.2

- 1 MR. RUSSELL: Mr. Chairman, my request
- 2 earlier on the technology, can I place that in the
- 3 form of a motion?
- 4 ACTING CHAIRMAN MIGLIACCIO: Updating the
- 5 computer? You can make it as a formal
- 6 recommendation.
- 7 MR. GILLEN: I second the motion.
- MR. RUSSELL: A recommendation, yes,
- 9 please.
- 10 ACTING CHAIRMAN MIGLIACCIO: A motion. Do
- 11 we have a second?
- MS. ARIOTO: Second.
- 13 ACTING CHAIRMAN MIGLIACCIO: Do we have
- 14 any discussion or questions?
- 15 (No response.)
- 16 ACTING CHAIRMAN MIGLIACCIO: Seeing none,
- 17 all in favor say aye.
- (Chorus of ayes.)
- 19 ACTING CHAIRMAN MIGLIACCIO: Opposed?
- 20 (No response.)
- 21 ACTING CHAIRMAN MIGLIACCIO: Thank you.
- 22 We'll take that as a recommendation.

1 MR. GILLEN: All right. With that, I

- 2 guess we're ready to begin.
- We thought we would cover five questions
- 4 that we thought the committee might be interested in
- 5 thinking about. So I'll read them here. The first
- 6 one is what economy-related factors might affect
- 7 construction safety and health outcomes? What does
- 8 research tell us about business cycle effects on
- 9 safety? How well will our national injury and
- 10 illness reporting system allow us to observe any
- 11 business cycle-related trends? Are hazards
- 12 associated with stimulus work well known? Lastly,
- 13 what lessons from green construction can be applied
- 14 to construction safety and health for stimulus work?
- So, looking at question one, let's look at
- 16 some downturn factors that might act to reduce
- 17 injury rates on a given project. You might have a
- 18 slower pace of work in comparison with the recent
- 19 past. A larger share of experienced workers on
- jobs, given that less experienced workers tend to
- 21 get laid off first and experienced workers have a
- 22 lower rate of injury.

- 1 Fewer shortages of experienced workers.
- 2 Less use of older, possibly less safe equipment,
- 3 given excess capacity. Also, an effect caused by
- 4 less reporting of injuries by workers concerned
- 5 about job security. So those are some factors that
- 6 might reduce injury rates that we might see.
- 7 Some downturn factors that might increase
- 8 injury rates could include: more competitive
- 9 bidding leading to corner-cutting; more contractors
- 10 perhaps bidding on less familiar work; increased
- 11 reliance on overtime to get by with fewer workers;
- 12 stress and errors from fewer workers doing more
- 13 work; more lost time in cases where older,
- 14 experienced workers do get hurt, because we know
- 15 when older workers get hurt they tend to be out for
- 16 longer periods; possible cutbacks in safety and
- 17 training; and possible complacency related to fewer
- 18 worker safety complaints.
- 19 If we look at some stimulus factors,
- 20 stimulus work factors that might affect injury
- 21 rates, we can think of things such as compressed
- 22 project planning cycles and accelerated schedules to

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- 1 get this work up and going; competitive bidding
- 2 perhaps leading to some corner-cutting on safety;
- 3 and also new types of work -- wind power
- 4 installations is used as an example -- where there's
- 5 perhaps a lag in recognizing and controlling hazards
- 6 and sharing best practices.
- 7 So this gives a recent clip about workers
- 8 injured related to wind farm construction, and it
- 9 involved an electrical explosion in the facility.
- 10 So we might have a lag time in recognizing hazards
- 11 and coming up with guidance for some stimulus-
- 12 related work.
- 13 But you can see we're going to have a
- 14 mixed picture because, as we saw from the McGraw-
- 15 Hill information, parts of the construction industry
- 16 will be experiencing an increase in work and other
- 17 parts are experiencing a decrease in work.
- 18 I asked some of the NIOSH economists to
- 19 share studies about the business cycle and what we
- 20 know about safety there. What they told me was that
- 21 this type of research cuts across many different
- 22 disciplines and outcomes. It's not easy to say that

- 1 you can reliable search the literature for this.
- 2 Most of the research is on previous recessions, so
- 3 it's unclear if there's something unique about this
- 4 recent downturn, given that it's much larger than
- 5 previous ones. Obviously, there's no research yet
- 6 on the current downturn.
- 7 In addition, most studies are really
- 8 looking at taking a broad look at national
- 9 statistics in all industries, as opposed to just
- 10 looking at construction. There were two recent
- 11 reports that we thought were interesting and
- 12 identified issues for discussion. One was a study
- 13 that looked at workers compensation in the business
- 14 cycle that just came out in March. It reviewed a
- 15 lot of the previous research on claims experiences.
- 16 They found that in general the claims declined in
- 17 recessions and increased during recoveries.
- 18 Some of the explanations were, again,
- 19 things such as fewer inexperienced workers, least
- 20 safe equipment taken out of use, workers fearing job
- 21 loss deferring claims, and the fact that hazardous
- 22 industries such as construction experienced the

1 largest decline in employment.

- 2 Another study looked at workplace injury
- 3 rates and unemployment for 14 EU countries and the
- 4 U.S. and Canada. It looked at two basic reasons for
- 5 declines in injury and fatality rates during
- 6 economic downturns. It could be that the slower
- 7 pace of work leads to fewer inexperienced workers
- 8 and improved safety conditions; or it could be that
- 9 workers change their reporting behavior because they
- 10 fear, correctly or incorrectly, employers will hold
- 11 injury reports against them when making employment
- 12 decisions.
- 13 What this study found out was that across
- 14 these different countries the national nonfatal
- 15 injury rates went down when unemployment rates went
- 16 up, but the national fatal injury rates were not
- 17 significantly affected by the unemployment rate.
- 18 They did find that the national fatality rates are
- 19 affected by the changes in the proportion of
- 20 manufacturing and construction workers in the work
- 21 force. So they concluded that recessions are not
- 22 good for workplace safety and that changes in injury

- 1 rates during recessions are most likely to be
- 2 related to changes in workers reporting injuries, is
- 3 what these researchers found.
- If you go to the next question about our
- 5 national injury and illness reporting and what it
- 6 allows us to see, if you look at the current
- 7 information we have it really falls into two
- 8 catetgories. One is total numbers of injuries or
- 9 fatalities, and this is the information that really
- 10 gives us the best feeling for the impact and burden
- on families and the nation, is the numbers of
- 12 injuries and fatalities. But those 'numbers go up
- 13 and down based on the amount of work going on, so in
- 14 a way it's less useful as a performance indicator.
- Then we have injury and fatality rates.
- 16 They give us less of a picture on impact, but
- 17 they're really more meaningful because the
- 18 denominator accounts for the amount of work hours.
- 19 So it's sort of a better safety performance
- 20 indicator to look at.
- 21 When you look across the data that we
- 22 have, when you look at the sector level for ACCOSH

- 1 construction in general we have information on the
- 2 numbers of fatalities, the rate of fatalities, the
- 3 numbers of nonfatals, the rates for nonfatals. So
- 4 that helps us compare construction with other
- 5 sectors and perhaps look at construction itself over
- 6 the long term.
- 7 But really, to sort of dig down and find
- 8 out what's going on, you really need to look at the
- 9 sub-sector level. So there's those three sub-
- 10 sectors in construction: construction buildings,
- 11 heavy and civil, and specialty trade work. There we
- 12 have the numbers of fatalities; we don't have the
- 13 rates.
- 14 We do have the rates and the numbers for
- 15 nonfatal. If you look at one level down below
- 16 there, which again is -- if you were going to have a
- 17 trend or you want to find developments, this is
- 18 probably where you're going to see it the most. We
- 19 have numbers, but we don't have those rates that
- 20 tell us the most about performance for fatalities
- 21 there.
- 22 So data are available to observe the

- 1 nonfatal injury rates at the sub-sector industry
- 2 grouping level, but these are somewhat less useful
- 3 since they are probably most likely to be affected
- 4 by underreporting during a recession, and the
- 5 fatality rates at the sub-sector and industry
- 6 grouping level, we don't routinely generate those.
- 7 In some cases it's not possible, given the
- 8 information that's collected. But these would be
- 9 more useful because they help point to specific
- 10 industry groups and are not affected by the
- 11 underreporting during a recession.
- 12 It is true that some of the information
- does exist that can be generated, so here's some
- information that Sue Dong of CPWR, where she's been
- 15 able to generate rates for the major sub-sectors in
- 16 construction. So it can be done at the sub-sector
- 17 level. You can see here this shows, for example,
- 18 that the heavy and civil rate is higher than the
- 19 other sub-sectors.
- 20 So again, it may be challenging to track
- 21 whether any changes are occurring due to either the
- 22 recession or the stimulus to inform efforts to

- 1 intervene. We may want to discuss or encourage
- 2 stimulus project reporting to perhaps track
- 3 injuries, or we might want to explore new types of
- 4 indicators to help us keep an eye on this issue.
- 5 As far a hazards being well known, some
- 6 are well known. I think we heard clearly that work
- 7 involving road building and bridge building, we
- 8 probably do know the hazards pretty well and can
- 9 control them. In other cases we don't really know.
- 10 Some of the hazards may be less well known, such as
- 11 green retrofitting. Don Ellenburger mentioned this
- 12 as well. In the case where people are updating to
- 13 energy efficient windows and you're replacing the
- 14 caulk, studies have identified PCBs in old caulk,
- 15 and so that could occur, there could be exposures in
- 16 this part of window replacement work.
- 17 So this is probably an example of a hazard
- 18 that is less well known to folks. So it might be
- 19 interesting to discuss what process would help get
- 20 an early grasp of any new hazards identified during
- 21 stimulus work and how could precautions be
- 22 disseminated quickly when we find that out. An

- 1 example might be an OSHA inspection might find a
- 2 problem at a particular project, but it would be
- 3 useful to have, if it's a novel hazard, that
- 4 information elevated to the national office and sent
- 5 around.
- 6 In addition, NIOSH has a health hazard
- 7 evaluation program that could be used to help
- 8 identify or evaluate novel hazards as well.
- 9 The fifth question would be about looking
- 10 at lessons from green construction. Again, the
- 11 stimulus funding, a lot of it -- I think it was the
- 12 majority of the numbers that we heard this morning.
- 13 I believe the breakdown was 90 and 40, 90 was
- 14 federal and 40 was state. A lot of this work is
- 15 really going to be dominated by public sector
- 16 spending. Some of these large federal climates
- 17 really have embraced green ddesign and really have
- 18 incorporated to quite an extent in their work and
- 19 are actually using the stimulus funding to meet
- 20 their federal sustainability goals.
- The question is, do these green
- 22 construction practices directly address construction

- 1 worker system and health? I think we would probably
- 2 say no. It may indirwhetherectoly address them, but
- 3 it doesn't directly address them.
- 4 Another question would be, has the
- 5 occupational safety and health community tried
- 6 building upon this approach. We heard from Don
- 7 Ellenburger that there is some thinking about how we
- 8 can create a worker safety version hopefully to sort
- 9 of build upon this approach. So we haven't in the
- 10 past done it, but we're starting to think about
- 11 this.
- 12 Again, it's just something to think about.
- 13 The Federal Government owns and operates 450,000
- 14 buildings and it's a major player in the stimulus.
- Just to give you an example of what some
- 16 of the green approaches that might suggest
- 17 strategies that could used for safety, you can take
- 18 a executive order here that was passed: "Greening
- 19 the government through efficient energy management."
- 20 It created a steering committee, and then that
- 21 steering committee created work groups. So they had
- 22 an inter-agency sustainability work group, and this

- 1 had 60 members. In other words, every department
- 2 and major agency had to have a member on this work
- 3 group.
- 4 Then that work group really led the
- 5 federal implementation effort. That work group
- 6 developed guidelines and tools, provided training,
- 7 technical tours, fostered information exchange.
- 8 That group drafted an inter-agency memorandum of
- 9 understanding, and look at the topics. They're very
- 10 relevant for safety: planning, designing, building,
- 11 operating, and maintaining buildings.
- 12 They basically came up with five quiding
- 13 principles to help talk about this to major
- 14 decisionmakers and to sort of set the stage for
- 15 developing things further. Then this MOU, they
- 16 basically had 21 federal departments sign the MOU at
- 17 a White House summit.
- 18 So the result of that is that sustainable
- 19 practices have spread across the Federal Government
- 20 and we've gone from one federal LEED building in
- 21 2000 to 124 in 2008. There's actually 13 agencies
- 22 that now require new construction to sort of meet

- 1 some level of LEED or other certification. So
- 2 that's quite a change.
- I think if you look at some of those
- 4 previous ideas and if you insert "safety" in there,
- 5 I think it gives us an interesting road map to think
- 6 about.
- 7 Here's some other examples. These green
- 8 approaches continue to evolve and were inserted into
- 9 a recent law called the Energy Independence and
- 10 Security Act. I just chooe a few examples of things
- 11 that might be relevant for safety. They take the
- 12 agency that has the subject matter leadership, so in
- 13 this case for energy it's DOE -- for safety it would
- 14 be OSHA and NIOSH -- and they developed goals that
- 15 the other agencies need to meet over time.
- In addition, the law created --
- 17 established federal leadership by creating an Office
- 18 of High Performance Green Federal Buildings within
- 19 GSA, to help establish practices.
- 20 Another example is it uses research and
- 21 demonstration projects. So it requires one federal
- 22 building each year to be a demonstration project to

- 1 achieve the highest possible green rating offered,
- 2 and that includes requirements to have measurable
- 3 elements to aid research. So just think about
- 4 something like that, to have one project a year as a
- 5 minimum that would achieve the highest safety
- 6 ratings offered, or do really the best practice
- 7 safety, and that it be set up to aid research on
- 8 costs and other examples.
- 9 So there's a lot of interesting ideas.
- 10 These are just a few. There's web-based tracking,
- 11 there is energy scorecards that each department's
- 12 going to need to do. Those scorecards are available
- 13 to Congress and other agencies, the public.
- 14 Federal agencies are prohibited from
- 15 leasing buildings that have not earned EPA Energy
- 16 Star label. There's lots of different ideas there
- 17 to consider.
- 18 One of the ideas I liked is that they took
- 19 and they developed guiding principles to help
- 20 discuss the importance of this with major
- 21 decisionmakers. So it's an interesting question to
- 22 ask what might guiding principles for federal

- 1 construction safety look like. So I just put these
- 2 together as a straw man to sort of help people think
- 3 about. You might come up with different ones, but
- 4 to me the first one would be to say something that
- 5 truly sustainable design and construction also
- 6 prevents construction worker exposures, injuries and
- 7 fatalities, and if we're not doing that it's
- 8 probably not sustainable and the safety and health
- 9 community should perhaps spread that message.
- 10 Secondly, that the Federal Government has
- 11 an opportunity the lead by example, to make good
- 12 construction safety practice the standard practice;
- 13 and that safety and healthy construction work begins
- 14 with good design and procurement practices. I know
- 15 that my colleague Walter would add planning in there
- 16 as well.
- 17 You know, that safety-trained construction
- 18 workers deliver better safety performance;
- 19 That assigning safety responsibility using
- 20 management systems and best practices is essential
- 21 for construction safety excellence;
- 22 And that tracking safety and health

- 1 indicators, both leading indicators and lagging
- 2 indicators, at the project and site level is really
- 3 essential for construction safety and excellence.
- 4 So the idea of maybe coming up with guiding
- 5 principles that can be expanded at a later date to
- 6 sort of incorporate some of the details, but that
- 7 perhaps thinking along these lines might give us
- 8 some ideas for how to perhaps expand our safety
- 9 message and make safety more of a fundamental part
- 10 of federal construction. Something for the
- 11 committee to think about.
- 12 So just to summarize, there's a variety of
- 13 economy-related factors that could affect safety
- 14 performance on a given project. But you're going to
- 15 get a mix of that throughout the economy. Some
- 16 people are in boom conditions from the stimulus,
- 17 others still in a recession.
- 18 That the recession conditions can
- 19 contribute to underreporting of nonfatal workplace
- 20 injuries, which kind of complicates our efforts to
- 21 monitor performance. So we need to keep in mind
- 22 that it may be difficult to observe exactly what's

- 1 going on and maybe think about that further.
- We really don't know the full extent of
- 3 stimulus work. There may be some jobs where hazards
- 4 are less well known. It would be good to think
- 5 about how we could be nimble and get the word out
- 6 once we get information about particular stimulus
- 7 jobs that need new precautions or how to disseminate
- 8 them out quickly.
- 9 And that the federal green construction
- 10 initiatives do give us a road map on how safety
- 11 could be integrated into sustainability and into
- 12 federal construction projects.
- 13 I included the references of a few studies
- 14 that I had there. So anyway, that completes my
- 15 presentation. Thanks.
- 16 ACTING CHAIRMAN MIGLIACCIO: Thank you,
- 17 Matt.
- Do we have any questions, comments?
- 19 MS. BILHORN: I just want to thank Matt
- 20 because, of course, this was a huge topic of
- 21 conversation yesterday. I wish he had just said:
- 22 I'm answering that question tomorrow.

Washington, DC Page 179 (Laughter.) 1 2 I hope I maybe teed us up for MR. GILLEN: some discussion now at the close of the meeting, so 3 4 perhaps motions or discussion about all the great presentations we've had this morning and maybe what 5 6 to do about them. 7 MR. BIERSNER: I have a copy of Mr. Gillen's presentation Power Point which I would like 9 to admit to the previously identified docket as Exhibit 0041. 10 11 ACTING CHAIRMAN MIGLIACCIO: 12 Thank you, Matt. 13 MR. RUSSELL: Thank you. In light of 14 Matt's comment and thanks to all the presentations we've had today, I'd like to make a motion that 15 ACCOSH recommends that OSHA update this committee on 16 the principles for construction safety for federal 17 18 stimulus decisionmakers to ensure that workers' 19 safety is included as a fundamental objective in 20 every project. 21 Do you want me to repeat it?

ACTING CHAIRMAN MIGLIACCIO: Yes, would

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1 you please repeat it?

- 2 MR. RUSSELL: Basically, what we're trying
- 3 to say is incorporate a lot of the things that went
- 4 on today and see where is OSHA's mind on this. So
- 5 I'll repeat it: ACCOSH recommends that OSHA update
- 6 this committee on the principles for construction
- 7 safety for federal stimulus decisionmakers to ensure
- 8 that worker safety is included as a fundamental
- 9 objective in every project considered under stimulus
- 10 spending.
- 11 ACTING CHAIRMAN MIGLIACCIO: Do we have a
- 12 second?
- 13 VOICE: Second.
- 14 ACTING CHAIRMAN MIGLIACCIO: Thank you.
- 15 Do you have that written down so I can give it to
- 16 Bob?
- 17 MR. RUSSELL: If you can read my scratch,
- 18 we'll work it out.
- MR. BIERSNER: Could you see me after the
- 20 meeting?
- MR. RUSSELL: Okay.
- 22 ACTING CHAIRMAN MIGLIACCIO: Any questions

- 1 or discussion? Susan?
- MS. BILHORN: I appreciate your motion,
- 3 because I was sitting here after the second session
- 4 thinking about -- I'm playing the new card since
- 5 it's only my second session, which is only your
- 6 second as well. But I've been struggling with the
- 7 topics because I wasn't really sure how they relate
- 8 to the urgency of what's going on in OSHA and what
- 9 the outcomes are intended for the working
- 10 committees.
- 11 I'm not questioning whether there was a
- 12 logic in terms of what they were set up to do or the
- 13 necessity of addressing the subjects that are there
- 14 or the commitment of the individuals working. But
- 15 just knowing that the advisory committee is a number
- of people who may only be there for two years and
- 17 that it's intended to be at the top level advice to
- 18 OSHA, it seems that it ought to be calibrated on a
- 19 regular basis and have outcomes that are going to be
- 20 clear and in a timely manner.
- 21 So I think your suggestion is really great
- 22 because I think we do need to maybe revisit what it

- 1 is we need to provide advice on, what would be
- 2 helpful to OSHA.
- 3 ACTING CHAIRMAN MIGLIACCIO: Tom.
- 4 MR. BRODERICK: Well, I agree with Susan.
- 5 Another thing that we had talked about with regard
- 6 to NIOSH is that we're in the middle of the NORA
- 7 project, which will be running for another eight
- 8 years parallel with the infrastructure growth. We
- 9 had talked about us creating a special work group to
- 10 enable us to keep a running relationship with the
- 11 NIOSH construction sector group.
- 12 The objective would be to make sure that
- 13 initiatives that are taken on by OSHA would be in
- 14 agreement or would be in sync with NIOSH research
- 15 and NIOSH research the practice. So this could be
- 16 two different motions or conceivably a part of what
- 17 the group that you're talking about would do or
- 18 could do would be to have the NIOSH recommendations
- 19 for the agenda and use that as some guidance
- 20 internally for a new work group to keep OSHA and
- 21 NIOSH on the same page.
- 22 It wouldn't be limited to NIOSH. It would

- 1 also be as we observe other research initiatives
- 2 that are unrelated to NIOSH or OSHA we could still
- 3 then bring them into the NORA umbrella.
- 4 ACTING CHAIRMAN MIGLIACCIO: Mike? Let
- 5 Mike confer with NIOSH on that. We're not sure that
- 6 we can make recommendations to NIOSH.
- 7 MR. BRODERICK: Well, yes. I would say if
- 8 we could the way to do it would be to do it using
- 9 this NORA work group that would be tasked with
- 10 working with, reciprocally with the NIOSH
- 11 construction initiative.
- 12 ACTING CHAIRMAN MIGLIACCIO: Mike?
- MR. BUCHET: Go ahead.
- 14 MS. BILHORN: I was just going to ask --
- 15 now, when we have working groups, are the working
- 16 groups limited to ACCOSH membership? I mean, I know
- 17 that we have had public members that have been
- 18 observers, etcetera. But can they actively -- can
- 19 we actually say that whoever the co-chairs are or
- 20 whoever the active ACCOSH, can we actually say we
- 21 want to bring in and have actively involved?
- 22 ACTING CHAIRMAN MIGLIACCIO: Yes.

- 1 MS. BILHORN: So we actually could engage
- 2 them, and define those. That's another thing that
- 3 I'm a little confused with, is the structure of our
- 4 working groups, because a lot of us have attended a
- 5 lot of the meetings now that they aren't in
- 6 parallel. So the question is what is that core
- 7 structure. There's two chairs, but what is the
- 8 effective operating group, and how are we saying, we
- 9 need this resource to be on that working group for
- 10 an extended period of time for this result?
- 11 So if we go along that path, then I would
- 12 say we really define who are the people who have to
- 13 be on that working group and what are the results we
- 14 want to look for, in what time frame.
- MR. BRODERICK: It's my belief that if we
- 16 were to do this, just as the NIOSH NORA group has
- 17 been working with the directorate thus far,
- 18 reciprocity would seem to be a natural. And I know
- 19 that with the asphalt fume initiative there were
- 20 ACCOSH members that were involved with that
- 21 initiative as well, that that family that got
- 22 together represented both agencies as well; and it

- 1 probably made it a little easier for the NORA team
- 2 to get data and work with some degree or
- 3 reciprocity.
- 4 ACTING CHAIRMAN MIGLIACCIO: Steve.
- 5 MR. HAWKINS: I think Susan's question is
- 6 not just directed at what Tom is speaking of, but at
- 7 all the work groups in general. I have a question
- 8 about it as well. It seems like our work groups are
- 9 right on the edge of starting to make progress, but
- 10 the structure as it's stated right now is just a
- 11 chair -- or two co-chairs. We have two co-chairs of
- 12 each group.
- 13 Is there any prohibition against those two
- 14 chairs at the next meeting naming members both from
- this body as well as from the general public, the
- 16 greater public at large, having those people listed
- 17 by name as members, by name, by position, of those
- 18 work groups? So by naming them, these people could
- 19 be given tasks to work on before the next group
- 20 meeting, and they could be active members. They
- 21 could put it on their resume: I'm a member of the
- 22 ROPS subcommittee to ACCOSH.

1 Because right now we just have those

- 2 people by name. Would there be value of naming
- 3 people by name, like Rob from the National Home
- 4 Builders for the fall protection group, so that the
- 5 work groups are not just another meeting of all the
- 6 ACCOSH members, but they're people by name that have
- 7 responsibilities and have agreed to participate?
- 8 I'm just wondering, is there a prohibition against
- 9 the co-chairs, like Tom and myself for residential,
- 10 naming people by name and asking them to participate
- 11 as a member of that work group?
- 12 ACTING CHAIRMAN MIGLIACCIO: First of all,
- 13 the minutes that come from the work groups that we
- 14 put in the record do have -- or should -- in fact,
- every one we've had has the people's names.
- MR. HAWKINS: That attends.
- 17 ACTING CHAIRMAN MIGLIACCIO: Right, that
- 18 attends. You can't make somebody be on a work
- 19 group. They have to actually volunteer to be on a
- 20 work group, just like the co-chairs.
- 21 MR. RUSSELL: That's not what he's asking.
- 22 I might be able to help, Frank. The work groups by

- 1 design -- the only issue with the work groups is
- 2 that the chair and the co-chair have to be ACCOSH
- 3 members. Outside of that, anyone can participate in
- 4 the work group. For instance, in the ROPS work
- 5 group we have the Association of Equipment
- 6 Manufacturers, who is actually a major partner in
- 7 the ROPS work group, and their input is valued as
- 8 well as equipment, individual equipment
- 9 manufacturers.
- 10 So they all actually come in and out of
- 11 the work group. They participate at a very high
- 12 level, even though they're not members of ACCOSH.
- 13 So there's no limitation as to who participates in a
- 14 work group or who is a member of work group or who
- 15 might be invited to be a part of a work group as it
- 16 relates to ACCOSH.
- 17 MR. HAWKINS: But what I'm asking is,
- 18 shouldn't those people be listed as members of that
- 19 work group, not just who happens by, but who is
- 20 actively participating, because there is no list.
- 21 If someone asked you or me -- if someone asked me,
- 22 who are the members of your work group, it's just

- 1 whoever showed up on a given day. It seems like
- 2 they need to be listed by name. Can they be listed
- 3 by name, that's my question.
- 4 MR. RUSSELL: What I do is I actually
- 5 maintain an email list and, for instance, the
- 6 equipment manufacturers are on the email list, and
- 7 anything we do on the work group they actually get
- 8 copies of it, being a part of the email list. Now,
- 9 unfortunately the email list doesn't get reported at
- 10 every meeting, but their name is actually on the
- 11 email list so that they are part of the committee.
- 12 MR. ZARLETTI: I don't think we're hitting
- 13 the point here yet. First of all, what he's asking
- 14 for --
- MR. RUSSELL: No --
- MR. ZARLETTI: I'm sorry?
- 17 ACTING CHAIRMAN MIGLIACCIO: Go ahead,
- 18 Bob.
- 19 MR. BIERSNER: They can participate as
- 20 public participants, but if they're not members of
- 21 ACCOSH they can't be actual members of the working
- 22 group.

- 1 MR. ZARLETTI: Actual members of what,
- 2 sir?
- MR. BIERSNER: Of the working group. But
- 4 they're free to participate and contribute.
- 5 MR. ZARLETTI: All right.
- 6 MR. BUCHET: The members of this committee
- 7 are appointed by the Secretary of Labor. Membership
- 8 is by appointment only. It is designed to maintain
- 9 diversity. It is staggered to maintain continuity.
- 10 The only member on ACCOSH that has an indefinite
- 11 term is the selectee or the designee from CBC.
- 12 MR. ZARLETTI: I think our point is that
- 13 whoever assigns themselves --
- 14 MR. BUCHET: May I continue? The work
- 15 groups by design are informal. If they become
- 16 formal, they then fall under FACA and we would have
- 17 to announce every meeting in the Federal Register.
- 18 We would end up probably doing something about
- 19 compensating travel, etcetera, etcetera.
- The idea was to open it to the public. As
- 21 Emmett said and as we said earlier in this meeting,
- 22 email lists, contact lists, sign-up sheets, is how

1 the membership of a work group or the participation

- 2 of a work group has been maintained for years. It
- 3 has worked very well. It is up to the work group
- 4 co-chairs to invite in if they're interested certain
- 5 people and points of view.
- The agency is not going to go out there
- 7 and appoint two people from NIOSH and one people
- 8 from here and one people from there. We're limited
- 9 in what we're allowed to do by the regulations that
- 10 tell us five employers, five employees, two public,
- 11 one designee CDC, and one shall be appointed as
- 12 chair.
- 13 I understand some frustration, but the
- 14 people before you have worked this system quite
- 15 eloquently and produced incredible amounts of work
- 16 and good work product. Not everybody can be there
- 17 every day.
- 18 ACTING CHAIRMAN MIGLIACCIO: They can be
- 19 participants. They just can't be listed as a
- 20 member. Does everybody understand that? Tom?
- 21 MR. SHANAHAN: So Frank, I think what we
- 22 discussed at our last meeting of the continuity of

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1 the chairs then becomes really important, so that

- 2 you have somebody who's a two-year appointee and
- 3 somebody who's -- so it's staggered, in other words,
- 4 so you can have the overlap, because iot's not like
- 5 ANSI, where you belong to ANSI and then you're on
- 6 actually -- like I'm on a bunch of the ANSI
- 7 committees.
- 8 MR. RUSSELL: That's what he's saying. It
- 9 isn't like that.
- 10 MR. SHANAHAN: Yes, it doesn't work like
- 11 that.
- 12 ACTING CHAIRMAN MIGLIACCIO: Susan.
- 13 MS. BILHORN: Can I then -- I think I was
- 14 hearing a number of things here, including my own
- 15 voice. Let me -- I think there was one suggestion
- 16 here that we take a step back from the existing work
- 17 groups and say, what is it we can best -- what
- 18 should we be focused on at this point, which may
- 19 include looking at some suggestions, like some of
- 20 the things that Matt had in what are issues we could
- 21 be addressing for the stimulus, around the stimulus
- 22 package.

1 So that was what I heard as one

- 2 suggestion, that we actually take a look at the
- 3 working groups and step back and say, what can we
- 4 actually help; and that that should be done with
- 5 OSHA, to say how should we deliver appropriate
- 6 advice in a timely manner, was one.
- 7 The second one was to clearly define the
- 8 goals and the target outcomes and the schedule for
- 9 delivering some recommendations and outcomes within
- 10 each work group that we decide we want to continue.
- 11 It couldn't be -- as I say, there are a number of
- 12 things that are ongoing. I'm not trying to say any
- 13 one of these working groups I would point to that is
- 14 ineffective.
- I'm just saying that I think we ought to
- 16 revisit those work groups now and on a regular basis
- 17 as we see priorities shifting or concerns evolving.
- 18 So I think there were two suggestions in there that,
- 19 even though we say now we have clarity and I
- 20 appreciate that on how the working groups are
- 21 structured and the formal participation -- that's
- 22 good. But now -- and I would say we could still

- 1 revisit whether there are members of ACCOSH that
- 2 might want to devote time to one committee versus be
- 3 on all, versus sit through whatever ones they want
- 4 to come in on.
- 5 So it may be that we do say there's a co-
- 6 chair, two co-chairs, and then there is maybe three
- 7 or four others that say: Hey, I am going to invest
- 8 myself in this, as opposed to sit in on several. So
- 9 we might do that, because I know we can't have
- 10 outsiders on that and I appreciate that.
- 11 So I think there's maybe two or three
- 12 suggestions here.
- 13 MR. BUCHET: I'm puzzled by the idea of
- 14 not being able to have outsiders. The only --
- 15 MS. BILHORN: I understand your point. I
- 16 abbreviated in my response. You can have outsiders
- in the meeting. You just can't have formal. I
- 18 understand that.
- 19 MR. BUCHET: The public is encouraged to
- 20 participate. We recognize your expertise and
- 21 appreciate it, but there are also contractors that
- 22 come and walk in off the street and say: Hi, I just

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1 --

- MS. BILHORN: I appreciate that very much.
- 3 I was just making the point that maybe we ought to -
- 4 that maybe the ACCOSH members might want to say:
- 5 Hey, instead of maybe trying to go to all of them
- 6 and just sitting in and listening, maybe I'm going
- 7 to devote myself and my energy to specific work
- 8 groups. And they could sit in on all of them.
- 9 They're welcome to do any one. It's just that a
- 10 couple of us might want to say, for effect --
- 11 MR. BUCHET: Right. The co-chairs of the
- 12 work group are allowed to say: I'm'giving you a
- 13 work assignment; can you get it done, to anybody.
- 14 ACTING CHAIRMAN MIGLIACCIO: To anybody.
- MR. BUCHET: To anybody.
- 16 ACTING CHAIRMAN MIGLIACCIO: That's
- 17 correct.
- 18 MR. BUCHET: Now, if they walk off and
- 19 leave you cold, you're not going to give them a work
- 20 assignment again. But you have a living example of
- 21 how well that works here, because I believe at one
- 22 point your Acting Chairman, Mr. Migliaccio, had a

- 1 work group in which your colleague Mr. Russell was a
- 2 participant from the public, who got assigned a
- 3 great deal of work, and did it so well he ended up
- 4 on the committee.
- 5 MR. RUSSELL: Let me interrupt --
- 6 MR. BRODERICK: Let me interrupt.
- 7 MR. ZARLETTI: We have a Point of order.
- MR. BRODERICK: Before we lose quorum,
- 9 could we vote --
- 10 ACTING CHAIRMAN MIGLIACCIO: We're still
- in the discussion, and as long as it's discussion we
- 12 can't vote.
- 13 MR. GILLEN: That's what I was going to
- 14 bring up, is that this is a useful discussion but
- it's not urgent, and we're losing our quorum, and
- 16 the basic issue that came up was about the stimulus
- 17 and we're losing all ability to say anything on
- 18 that. So I suggest that we stop this discussion and
- 19 continue it at the next meeting and re-start the
- 20 discussion of the stimulus, if the chair agrees.
- 21 ACTING CHAIRMAN MIGLIACCIO: I'll restate
- 22 the motion if that's okay. ACCOSH recommend that

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- 1 OSHA update this committee on the principles for
- 2 construction safety for federal stimulus
- 3 decisionmakers, to ensure that worker safety is
- 4 included as a fundamental objective of every
- 5 stimulus-funded project.
- 6 MR. RUSSELL: That's it.
- 7 MS. BILHORN: So one question. Does that
- 8 mean that we would only for this period of time,
- 9 only look at stimulus stuff for the next period of
- 10 time?
- MR. RUSSELL: No, that's one of many
- 12 different things that we would work on. But it
- 13 wouldn't get left out.
- 14 MS. BILHORN: But it won't get left out.
- 15 Got it.
- I second the motion.
- 17 ACTING CHAIRMAN MIGLIACCIO: The motion
- 18 was made and it was seconded. More discussion?
- 19 (No response.)
- 20 ACTING CHAIRMAN MIGLIACCIO: All in favor
- 21 say aye.
- (Chorus of ayes.)

1 ACTING CHAIRMAN MIGLIACCIO: Opposed, say

- 2 the same.
- 3 (No response.)
- 4 MR. BUCHET: We have one public commenter.
- 5 ACTING CHAIRMAN MIGLIACCIO: We have one
- 6 public commenter, Mike Roussert.
- 7 MR. BUCHET: If you could sit for a brief
- 8 minute -- you're killing the quorum.
- 9 PUBLIC COMMENT
- 10 MR. ROUSSERT: Mr. Chairman, thank you and
- 11 the committee for a chance to make these comments.
- 12 Again, my name is Mike Roussert. I'm with Corporate
- 13 Safety Services, a consulting company in Denver. My
- 14 comments concern the discussion late yesterday
- 15 concerning the Susan Harwood grant program.
- 16 I've worked extensively with several
- 17 organizations on these grants and at the moment I
- 18 believe there is a lot of misinformation, confusion,
- 19 concerning the program. So the basis of my comments
- 20 would be to simply ask this committee at some point
- 21 to discuss, possibly request from OSHA some detailed
- 22 guidance and information on the Susan Harwood grant

- 1 program.
- 2 As an example, yesterday the discussion
- 3 was the material from previous grants, that I think
- 4 the comment was maybe it's archived, sitting on a
- 5 shelf at the OTI in Chicago. While I don't have any
- 6 reason to disagree with that, I'm not sure that most
- 7 people understand that when that 12-month grant
- 8 period is over the organization that develops that
- 9 material has been allowed to copyright it, meaning
- 10 that while the material is sitting on the shelf it's
- 11 not going to be available to the public because it
- 12 has become proprietary information.
- 13 So there's probably plenty of it sitting
- 14 there, but that doesn't mean that we're going to
- 15 have access to it.
- 16 MR. BRODERICK: Well, my point was we
- 17 won't know that unless we find it and ask the
- 18 producers of it. A good example would be some years
- 19 ago the National Constructors Association had a
- 20 series of construction videos. Help me. Somebody
- 21 in the room must remember. Frank, you were
- 22 involved. They were supervisor-directed at Bechtel

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1 and one of the other big NCA contractors hosted the

- 2 filming on site.
- 3 WEST, the WEST program. Work, Environment
- 4 -- I'm not sure.
- 5 MR. ROUSSERT: It's gathering dust.
- 6 MR. BRODERICK: But the folks who did it
- 7 have moved on. The NCA is no longer around.
- 8 Individuals who did work with it, like Noel Bork,
- 9 who was head of NCA -- my thought was that we could
- 10 get a hold of Noah. He was also involved with the
- 11 program with owners, the Construction Industry
- 12 Institute.
- 13 But anyway, they I think would really
- 14 appreciate having that updated and throw some light
- on it. That was a good example. Any of the ones
- 16 that we have done, I probably would not want to give
- 17 them away now because we are still realizing some
- 18 revenue. But I'm just saying, I think there
- 19 probably will be a lot of them that we could go to
- 20 the organization that produced them, and if that
- 21 organization is still using them and doesn't want to
- 22 do it, then fine, move on.

- 1 MR. MIGLIACCIO: We're about to lose our
- 2 quorum, Tom.
- 3 MR. BRODERICK: Okay.
- 4 ACTING CHAIRMAN MIGLIACCIO: We're going
- 5 to lose it. One more person and we're out of a
- 6 quorum. But we will take what you have -- Tom has
- 7 to leave.
- 8 MR. ROUSSERT: My only other comment would
- 9 be as part of that, to find out exactly who can be
- 10 trained with the grant. I think the comments
- 11 yesterday were about the individuals that congregate
- in the parking lot at Lowe's or Home Depot. The
- 13 organization I'm currently working with on a grant,
- 14 they were directed they could only train current
- 15 employees, that if they were unemployed, if they
- 16 were in that parking lot at Lowe's, they were no
- 17 longer employees, therefore they were not covered
- 18 under the auspices of the OSHA Act and none of those
- 19 funds could be used for training.
- 20 So it makes a big difference. With
- 21 today's economy, if we've got a lot of unemployed
- 22 laborers out there that have been laid off, they do

- 1 intend to come back to work. But if we can't use
- 2 the funds to do any training except for our current
- 3 employees, we've lost a lot of the basis for who we
- 4 can train.
- 5 MR. BRODERICK: The man has some good
- 6 points. I would feel comfortable withdrawing that
- 7 right now, tabling it, and between now and next time
- 8 we could have a chat with Hank Payne and some of the
- 9 people that you mentioned. It could be done
- 10 collaboratively, not in any kind of a pull one off
- 11 with OTI. And we would also be able to check with
- 12 some of the developers and see if there is any
- 13 interest, and we can revisit that and make the
- 14 motion again next time, only be better prepared with
- 15 answers to those questions.
- 16 ACTING CHAIRMAN MIGLIACCIO: Tom?
- 17 MR. SHANAHAN: Just real quick. We
- 18 receive grants and my understanding is that,
- 19 although you're right, after a year we have the
- 20 copyright on them, they're still available for free
- 21 if anybody wants to go to OTI. And we train anybody
- 22 who wants it. The grants aren't limited to anybody.

1 MR. ROUSSERT: You may train them, but as

- 2 far as I've been told you can't go to the OTI. If I
- 3 wanted to as Corporate Safety Services, I could not
- 4 request any of that material.
- 5 MR. SHANAHAN: Yes, you can. Yes, I think
- 6 you can.
- 7 ACTING CHAIRMAN MIGLIACCIO: Thank you
- 8 very much. What we'll do is we'll invite Hank Payne
- 9 or somebody from his organization here face to face.
- 10 He has to come in for an OTI meeting anyway. We'll
- 11 bring him in in front of the whole committee here
- 12 and let him explain it. Thank you.
- 13 MR. GILLEN: Can I make a motion to
- 14 adjourn?
- 15 ACTING CHAIRMAN MIGLIACCIO: Yes. With no
- 16 other business, I have a motion to adjourn.
- 17 VOICE: Second.
- (Chorus of ayes.)
- 19 (Whereupon, at 12:52 p.m., the meeting was
- 20 adjourned.)
- 21
- 22